

STATE OF ILLINOIS  
SOUTHERN ILLINOIS UNIVERSITY

SUPPLEMENTARY INFORMATION FOR STATE COMPLIANCE PURPOSES  
AND REPORT OF INDEPENDENT AUDITORS

FOR THE YEAR ENDED JUNE 30, 2004

PERFORMED AS SPECIAL ASSISTANT AUDITORS  
FOR THE AUDITOR GENERAL, STATE OF ILLINOIS



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### RELATED REPORTS PUBLISHED UNDER SEPARATE COVERS

#### THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2004 FOR

- Southern Illinois University
- Housing and Auxiliary Facilities System
- Medical Facilities System

#### REPORT ON COMPLIANCE EXAMINATION (In accordance with the Single Audit Act and OMB Circular A-133) FOR THE YEAR ENDED JUNE 30, 2004, INCLUDING FINDINGS, RECOMMENDATIONS AND UNIVERSITY RESPONSES AND SCHEDULES

## FINANCIAL RELATED INFORMATION

### SUMMARY

Financial related information presented herein includes the following:

- Financial Related Schedules:

- Schedule of Appropriations, Expenditures and Lapsed Balances – Budgetary Basis
- Comparative Schedule of Appropriations, Expenditures and Lapsed Balances - Budgetary Basis
- Schedule of Income Fund Revenues and Expenditures
- Schedule of Cash and Investments – By Depository
- Schedule of Changes in Property and Equipment
- Explanation of Significant Variations in Expenses
- Explanation of Significant Variations in Revenues
- Significant Lapse Period Expenditures
- Explanation of Significant Variations in Assets and Liabilities
- Analysis of Indirect Cost Recoveries
- Indirect Cost Recovery Entity Financial Statements
- Special Data Requirements for University Audits
- Summary of Funds Provided by the Southern Illinois University Foundations to Southern Illinois University
- Calculation of Indirect Cost Carryforward
- Identification and Description of Entities and Auxiliary Enterprises
- Financial Statements for Entities and Auxiliary Enterprises
- Financial Information for Illinois Grape and Wine Resources Council
- Calculation of Current Excess Funds
- Revenue Bond Fee Financial Statements

- Analysis of Operations:

- University Functions and Planning Program
- Campus Locations
- Trend Analysis of Compensated Absences (unaudited)
- Credit Hour Productivity (unaudited)
- Classroom Utilization Statistics (unaudited)
- Emergency Purchases (unaudited)
- Service Efforts and Accomplishments (unaudited)
- Tuition and Fee Waivers (unaudited)
- Illinois First Programs (unaudited)

The auditors' report that covers the Supplementary Information for State Compliance Purposes states that it has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in the auditors' opinion, except for that portion marked "unaudited", on which they express no opinion, it is stated fairly, in all material respects, in relation to the basic financial statements taken as a whole, except that accumulated depreciation and depreciation expense on capital assets are not recorded in the financial statements for entities and auxiliary enterprises.

Report of Independent Auditors on  
Supplementary Information For  
State Compliance Purposes

Honorable William G. Holland  
Auditor General, State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited the basic financial statements of Southern Illinois University and its aggregate discretely presented component units, collectively a component unit of the State of Illinois, as of and for the year ended June 30, 2004, and have issued our report thereon dated November 16, 2004 (issued under separate cover). These financial statements and the supplementary information referred to below are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying supplementary information, as listed in the table of contents as Supplementary Information for State Compliance Purposes, is presented for purposes of additional analysis and is not a required part of the basic financial statements of Southern Illinois University. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is stated fairly, in all material respects, in relation to the basic financial statements taken as a whole, except that accumulated depreciation and depreciation expense on capital assets are not recorded in the financial statements for entities and auxiliary enterprises. We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, Southern Illinois University's basic financial

statements for the years ended June 30, 2003 and June 30, 2002. In our reports dated November 21, 2003 and November 22, 2002, we expressed unqualified opinions on the respective financial statements of Southern Illinois University and its aggregate discretely presented component units. In our opinion, the 2003 and 2002 Supplementary Information for State Compliance Purposes, except for the portion marked "unaudited", is stated fairly, in all material respects, in relation to the basic financial statements for the years ended June 30, 2003 and June 30, 2002, taken as a whole.

The supplementary financial information referred to above includes only the financial activities of Southern Illinois University, the primary unit. Financial activities of University Related Organizations are not included.

The report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, and University Board of Trustees and management, and is not intended to be and should not be used by anyone other than these specified parties.

*Kerber, Geck + Brueckel LLP*

Springfield, Illinois  
November 16, 2004



State of Illinois  
Southern Illinois University

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND  
LAPSED BALANCES - BUDGETARY BASIS

Fourteen months ended August 31, 2004

	Fiscal Year <u>Appropriations</u>	Twelve- Month <u>Expenditures</u>	Lapse Period <u>Expenditures</u>	Fourteen- Month <u>Expenditures</u>	Balances <u>Lapsed</u>	Balances <u>Reappropriated</u>
State General Revenue Fund						
Fiscal Year 2004:						
Personal services	\$ 186,176,352	\$ 185,991,108	\$ 219,972	\$ 186,211,080	\$ (34,728)	\$ -
Travel	1,762	1,762	-	1,762	-	-
Equipment	2,247,164	2,247,164	27	2,247,191	(27)	-
Commodities	1,242,124	1,242,148	-	1,242,148	(24)	-
Contractual services	18,105,009	18,105,097	(34,386)	18,070,711	34,298	-
Awards and grants	470,824	470,824	-	470,824	-	-
Operation of automotive equipment	611,549	611,159	-	611,159	390	-
Telecommunications	1,529,684	1,529,621	-	1,529,621	63	-
Southern Illinois Collegiate Common Market	98,900	98,900	-	98,900	-	-
Social security - Medicare	2,487,508	2,487,508	-	2,487,508	-	-
Permanent improvements	4	4	-	4	-	-
Teacher Quality Enhancement - Edwardsville	250,000	249,932	68	250,000	-	-
Teacher Quality Enhancement - Carbondale	250,000	238,320	7,730	246,050	3,950	-
Budget reserve/rescission	<u>3,732,818</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,732,818</u>	<u>-</u>
 Total State General Revenue Fund						
Fiscal Year 2004 (Public Act 93-90)	<u>\$ 217,203,698</u>	<u>\$ 213,273,547</u>	<u>\$ 193,411</u>	<u>\$ 213,466,958</u>	<u>\$ 3,736,740</u>	<u>\$ -</u>

The amounts presented in this schedule have been reconciled to data received from the Office of the Comptroller.

State of Illinois  
Southern Illinois University

SCHEDULE OF APPROPRIATIONS, EXPENDITURES AND  
LAPSED BALANCES - BUDGETARY BASIS - CONTINUED

Fourteen months ended August 31, 2004

	Fiscal Year	Twelve- Month	Lapse Period	Fourteen- Month	Balances	Balances
	<u>Appropriations</u>	<u>Expenditures</u>	<u>Expenditures</u>	<u>Expenditures</u>	<u>Lapsed</u>	<u>Reappropriated</u>
State Capital Development Fund						
Fiscal Year 2004:						
Permanent Improvements						
Appropriation 0141-664-01-6600-0121	\$ 30,801	\$ -	\$ 2,305	\$ 2,305	\$ 28,496	\$ -
Appropriation 0141-664-01-6600-0022	126,634	126,038	-	126,038	596	596
Appropriation 0141-664-01-6600-0122	<u>49,378</u>	<u>49,378</u>	<u>-</u>	<u>49,378</u>	<u>-</u>	<u>-</u>
Total State Capital Development Fund - Fiscal Year 2004 (Public Act 93-587)	<u>\$ 206,813</u>	<u>\$ 175,416</u>	<u>\$ 2,305</u>	<u>\$ 177,721</u>	<u>\$ 29,092</u>	<u>\$ 596</u>

The amounts presented in this schedule have been reconciled to data received from the Office of the Comptroller.

State of Illinois  
Southern Illinois University

COMPARATIVE SCHEDULE OF APPROPRIATIONS,  
EXPENDITURES AND LAPSED BALANCES - BUDGETARY BASIS

Fourteen months ended August 31, 2004, 2003 and 2002

	Fiscal Year		
	<u>2004</u>	<u>2003</u>	<u>2002</u>
General Revenue Fund			
Appropriations (net after transfers)	\$ 217,203,698	\$ 202,920,400	\$ 219,651,000
Expenditures:			
Personal services	186,211,080	164,966,588	184,878,738
Travel	1,762	5,061	6,219
Equipment	2,247,191	4,961,297	6,432,591
Commodities	1,242,148	1,332,993	1,508,160
Contractual services	18,070,711	17,419,988	15,380,608
Awards and grants	470,824	934,752	721,410
Operation of automotive equipment	611,159	673,376	513,556
Telecommunications	1,529,621	1,945,008	2,060,626
Southern Illinois Collegiate Common Market	98,900	98,900	98,900
Social security - Medicare	2,487,508	1,888,496	2,295,291
Permanent Improvements	4	-	383,000
Regional Cancer Center - School of Medicine	-	1,800,000	1,800,000
Teacher Quality Enhancement - Edwardsville	250,000	250,000	235,991
Teacher Quality Enhancement - Carbondale	246,050	240,957	234,620
Southern Illinois Regional Career - Carbondale	-	-	130,000
Cost for Project Gain - Edwardsville Nursing	-	-	99,264
Total expenditures	213,466,958	196,517,416	216,778,974
Lapsed balances	\$ 3,736,740	\$ 6,402,984	\$ 2,872,026
Education Assistance Fund			
Appropriations (net after transfers) *	\$ -	\$ 31,796,200	\$ 30,282,100
Expenditures:			
Personal services	-	29,910,604	21,332,036
Travel	-	-	5,304
Equipment	-	11,444	30,268
Commodities	-	133,635	712,727
Contractual services	-	1,037,028	6,878,176
Operation of automotive equipment	-	45,272	441,055
Telecommunications	-	300,769	882,534
Social security - Medicare	-	357,448	-
Total expenditures	-	31,796,200	30,282,100
Lapsed balances	\$ -	\$ -	\$ -

\* In FY04, the Education Assistance Fund merged with the General Revenue Fund.

State of Illinois  
Southern Illinois University

COMPARATIVE SCHEDULE OF APPROPRIATIONS,  
EXPENDITURES AND LAPSED BALANCES - BUDGETARY BASIS - CONTINUED

Fourteen months ended August 31, 2004, 2003 and 2002

	Fiscal Year		
	<u>2004</u>	<u>2003</u>	<u>2002</u>
State Capital Development Fund			
Appropriations (net after transfers)	\$ 206,813	\$ 3,255,993	\$ 6,972,649
Expenditures - Permanent Improvements			
Appropriation 0141-664-01-6600-0020	-	15,600	638,198
Appropriation 0141-664-01-6600-0120	-	-	767,944
Appropriation 0141-664-01-6600-0121	2,305	676,214	107,429
Appropriation 0141-664-01-6600-0021	-	104,500	709,944
Appropriation 0141-664-01-6600-0100	-	-	56
Appropriation 0141-664-01-6600-0799	-	-	2,279,784
Appropriation 0141-664-01-6600-0022	126,038	687,810	-
Appropriation 0141-664-01-6600-0122	49,378	765,012	-
Total expenditures	<u>177,721</u>	<u>2,249,136</u>	<u>4,503,355</u>
Lapsed balances	<u>\$ 29,092</u>	<u>\$ 1,006,857</u>	<u>\$ 2,469,294</u>
Totals			
Appropriations (net after transfers)	\$ 217,410,511	\$ 237,972,593	\$ 256,905,749
Expenditures	<u>213,644,679</u>	<u>230,562,752</u>	<u>251,564,429</u>
Lapsed balances	<u>\$ 3,765,832</u>	<u>\$ 7,409,841</u>	<u>\$ 5,341,320</u>

State of Illinois  
Southern Illinois University at Carbondale

SCHEDULE OF INCOME FUND REVENUES AND EXPENDITURES

Year ended June 30, 2004

Revenues		
Student tuition and fees	\$ 79,600,624	(1)
Sales and services	107,139	
Investment income	<u>736,152</u>	
Total revenues	<u>80,443,915</u>	
Expenditures		
Personal services	44,598,108	
Travel	2,232,666	
Equipment	10,465,724	
Commodities	3,540,810	
Contractual services	19,137,929	
Operation of automotive equipment	437,782	
Telecommunications	989,665	
Awards and grants	4,687,755	
Social security	677,599	
Permanent improvements	100,250	
Refunds	21,404	
Scholarships and fellowships	(2,804,868)	(2)
Bad debt expense	<u>159,787</u>	
Total expenditures	<u>84,244,611</u>	
Excess of expenditures over revenues	<u>\$ (3,800,696)</u>	

(1) Includes tuition waivers equal to scholarships, fellowships and waivers expense and net of scholarship allowances of \$ 17,835,421.

(2) Scholarship allowance exceeded the waiver expense.

State of Illinois  
Southern Illinois University at Edwardsville

SCHEDULE OF INCOME FUND REVENUES AND EXPENDITURES

Year ended June 30, 2004

Revenues	
Student tuition and fees	\$ 38,812,431 <sup>(1)</sup>
Sales and services	299,018
Investment income	<u>86,024</u>
Total revenues	<u>39,197,473</u>
Expenditures	
Personal services	20,079,465
Travel	748,933
Equipment	4,619,734
Commodities	1,367,303
Contractual services	10,540,955
Operation of automotive equipment	140,727
Telecommunications	521,507
Awards and grants	539,073
Social security	459,174
Permanent improvements	479,903
Unemployment compensation	55,172
Scholarships and fellowships	(741,352) <sup>(2)</sup>
Bad debt expense	(89,226)
Transfers	<u>1,274,562</u>
Total expenditures	<u>39,995,930</u>
Excess of expenditures over revenues	<u><u>\$ (798,457)</u></u>

(1) Includes tuition waivers equal to scholarship and fellowship expense, and net of scholarship allowances of \$ 5,705,228.

(2) Scholarship allowance exceeded the waiver expense.

State of Illinois  
Southern Illinois University

SCHEDULE OF CASH AND INVESTMENTS - BY DEPOSITORY

June 30, 2004

Held by:

Old National Bank of Carbondale	\$ 1,670,461
Northern Trust Company	107,246,810
The Bank of Carbondale	35,734
US Bank	39,896,790
Union Planters Bank	185,003
LaSalle National Bank	53,875,089
First Bankers Trust - Quincy	1,000
First National Bank - Decatur	1,000
The Bank of Edwardsville	(6,044,295)
Creditanstalt, Bregenz (remote)	2,682
The Daishi Bank, Nakajo (remote)	134,467

Total at June 30, 2004	<u><u>\$ 197,004,741</u></u>
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Western Asset Management manages a portion of the University's operational funds, and The Northern Trust Company keeps custody of these funds and assists in the accounting and reporting functions related to these investments. The funds are allocated into a Short Maturity Portfolio and an Intermediate Maturity Portfolio. The funds are invested in accordance with Illinois Compiled Statutes and Board policy, which authorize the University to invest in obligations of the U.S. Treasury, agencies, and instrumentalities; bank and savings and loan time deposits; corporate bonds, stocks, and commercial paper, repurchase agreements, and mutual funds.

State of Illinois  
Southern Illinois University

SCHEDULE OF CHANGES IN PROPERTY AND EQUIPMENT

For the year ended June 30, 2004

	Beginning Balance (restated)	Additions	Deletions	Transfers	Ending Balance
Capital assets not being depreciated					
Land	\$ 17,922,831	\$ 806,397	\$ 1,542	\$ 1,000	\$ 18,728,686
Nondepreciable historical treasures and works of art	5,807,937	160,785	-	-	5,968,722
Construction in progress	96,806,105	34,435,831	3,637,697	(67,253,725)	60,350,514
Total capital assets not being depreciated	120,536,873	35,403,013	3,639,239	(67,252,725)	85,047,922
Capital assets being depreciated					
Site improvements	36,137,365	133,234	-	1,436,629	37,707,228
Buildings	566,565,214	4,657,219	5,500,414	60,349,020	626,071,039
Equipment	244,232,769	14,158,727	8,653,327	5,467,076	255,205,245
Infrastructure	8,607,727	-	-	-	8,607,727
Total capital assets being depreciated	855,543,075	18,949,180	14,153,741	67,252,725	927,591,239
Less accumulated depreciation for					
Site improvements	29,718,422	734,883	-	-	30,453,305
Buildings	313,327,895	12,190,328	1,712,577	-	323,805,646
Equipment	192,621,861	16,061,034	8,336,818	-	200,346,077
Infrastructure	7,977,343	154,379	-	-	8,131,722
Total accumulated depreciation	543,645,521	29,140,624	10,049,395	-	562,736,750
Capital assets, net	<u>\$ 432,434,427</u>	<u>\$ 25,211,569</u>	<u>\$ 7,743,585</u>	<u>\$ -</u>	<u>\$ 449,902,411</u>

- Notes: 1) The amounts presented in this schedule have been reconciled to property reports submitted to the Office of the Comptroller.
- 2) The buildings and related accumulated depreciation at June 30, 2003, have been restated to correct an error in the recording of a major renovation project as described in Note 2 to the University's financial statements. The effect was an addition to buildings of \$ 17,354,160 and an increase in accumulated depreciation of \$ 3,278,008, for a net difference of \$ 14,076,152.



State of Illinois  
Southern Illinois University

EXPLANATION OF SIGNIFICANT VARIATIONS IN EXPENSES

Year ended June 30, 2004

The following explains variations in expenses in excess of 10% and \$1,400,000 between fiscal years 2004 and 2003.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Operating expenses			
Academic support	\$ 92,270,967	\$ 80,617,219	\$ 11,653,748

The increase in Academic support consists of an additional \$ 3.3 million incurred in the support of clinical activities at the School of Medicine; an increase of \$ 3.5 million in payments on behalf of the University; an increase of approximately \$ 3.22 million at the Carbondale campus and \$ 1.6 million at the Edwardsville campus.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Auxiliary enterprises	\$ 70,637,616	\$ 61,046,594	\$ 9,591,022

The increase in Auxiliary enterprise expenses is due to an impairment loss of \$3.8 million recognized in FY04 by Edwardsville on its residence halls. Edwardsville Funded Debt Administrative costs increased \$1 million and their Operational Expenses increased \$1.8 million. Also, Carbondale had an additional \$1.5 million Payment on Behalf of the University over the FY03 expense and an increase in Operational Costs of \$.5 million.

Nonoperating Revenue/ (Expense)

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
University Related Organizations	\$ (2,291,754)	\$ 737,778	\$ (3,029,532)

The decrease in the URO Non-Operating Revenue is mainly due to a transfer of \$2 million from a School of Medicine (SOM) Loan Fund to the SIU Foundation. The money was transferred to the Foundation to set up a Term Endowment and is being invested by the Foundation. The agreement is that if the funds are needed for student loans, the money will be transferred back to the SOM Loan Fund.

State of Illinois  
Southern Illinois University

EXPLANATION OF SIGNIFICANT VARIATIONS IN REVENUES

Year ended June 30, 2004

The following explains variations in revenues in excess of 10% and \$1,400,000 in line items between fiscal years 2004 and 2003.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Operating revenues			
Student tuition and fees	\$ 128,651,935	\$ 114,958,280	\$ 13,693,655

The increase in student tuition and fees before scholarship allowances of \$ 20,992,469 is due to a general increase in tuition charged to students of 16%.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Private grants and contracts	\$ 20,595,461	\$ 13,616,055	\$ 6,979,406

The increase in FY04 of \$ 6,979,406 is primarily due to revenue from the Clean Coal Program research grant funded by Commonwealth Edison.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Nonoperating revenues			
Investment income	\$ 569,096	\$ 10,230,629	\$ (9,661,533)

The decrease in investment income of \$ 9,661,533 is influenced by different factors. First, the University is restricted to investing in high-quality, fixed income securities issued by the U.S. Government, its agencies, and U.S. corporations. These investments tend to have a lower return than the ever-fluctuating stocks traded on the stock market. In FY03, the market was at a fairly low level, which benefited the University's holdings in U.S. Government securities and bonds. However, during FY04, the market made a recovery and conversely the returns declined on more secure investments such as Government Securities and Bonds. Secondly, interest rates at financial institutions holding the University's assets remained at very low levels, around 1%. Lastly, the University had an unrealized gain for the year ended June 30, 2003, of \$ 2,570,091 compared to an unrealized loss for the year ended June 30, 2004, of \$ 4,821,197.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Payments on behalf of the University	\$ 92,928,477	\$ 75,905,748	\$ 17,022,729

The increase in Payments on behalf of the University is primarily due to the fact that the payments made for health care costs in FY04 were \$ 62,208,957 compared to FY03 of \$ 49,010,426. Also, payments made to SURS for retirement in FY04 were \$ 30,719,520 compared to FY03 of \$ 26,895,322.

State of Illinois  
Southern Illinois University

EXPLANATION OF SIGNIFICANT VARIATIONS IN REVENUES - CONTINUED

Year ended June 30, 2004

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Additional on behalf SURS allocation for unfunded liability	\$ 141,111,746	\$ -	\$ 141,111,746

In addition to the \$ 30,719,520 of contributions made to SURS, House Bill 3759 (PA 93-002) required the University to pay its share of the \$ 1.432 billion allocation to be applied against the unfunded liability. The University's share was \$ 141,111,746. This payment was not required in FY03.

Other Revenues

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Capital state appropriations	\$ 17,072,430	\$ 32,796,342	\$ (15,723,912)

In FY03, the Capital Development Board (CDB) allotted \$ 12 million to Edwardsville for projects regarding the East St. Louis Center and Ethanol Plant. In FY04, the funding for Edwardsville from CDB was only \$2 million. Carbondale received CDB funding of \$ 19 million in FY03 for renovations to Altgeld Hall and renovations to the Consolidated Laboratory Facility at the School of Medicine. In FY04, the amount from CDB for the remainder of these projects was only \$ 14 million.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Capital grants and gifts	\$ 3,647,328	\$ 12,168,173	\$ (8,520,845)

The decrease in capital grants is due to a \$ 7.4 million decrease in funding for the Edwardsville Ethanol Plant and a \$ 1.2 million decrease in advanced payments from the CDB that had been received in Edwardsville in FY03.

	Fiscal Year <u>2004</u>	Fiscal Year <u>2003</u>	<u>Difference</u>
Education Assistance Fund appropriations	\$ -	\$ 31,796,200	\$ (31,796,200)

The decrease in appropriations in FY04 is due to the Education Assistance Fund being merged into the General Revenue Fund.

State of Illinois  
Southern Illinois University

SIGNIFICANT LAPSE PERIOD EXPENDITURES

Fourteen months ended August 31, 2004

	<u>Lapse Period Expenditures</u>			<u>Fourteen Month Expenditures</u>			<u>Percentage Lapse to Fourteen Month</u>
	<u>General Revenue</u>	<u>Capital Development</u>	<u>Total</u>	<u>General Revenue</u>	<u>Capital Development</u>	<u>Total</u>	
Personal services	\$ 219,972	\$ -	\$ 219,972	\$ 186,211,080	\$ -	\$ 186,211,080	*
Travel	-	-	-	1,762	-	1,762	*
Equipment	27	-	27	2,247,191	-	2,247,191	*
Commodities	-	-	-	1,242,148	-	1,242,148	*
Contractual services	(34,386)	-	(34,386)	18,070,711	-	18,070,711	*
Awards and grants	-	-	-	470,824	-	470,824	*
Operation of automotive equipment	-	-	-	611,159	-	611,159	*
Telecommunications	-	-	-	1,529,621	-	1,529,621	*
Southern Illinois Collegiate Common Market	-	-	-	98,900	-	98,900	*
Social Security - Medicare	-	-	-	2,487,508	-	2,487,508	*
Permanent improvements	-	2,305	2,305	4	177,721	177,725	*
Teacher Quality Enhancement - Edwardsville	68	-	68	250,000	-	250,000	*
Teacher Quality Enhancement - Carbondale	7,730	-	7,730	246,050	-	246,050	*
	<u>\$ 193,411</u>	<u>\$ 2,305</u>	<u>\$ 195,716</u>	<u>\$ 213,466,958</u>	<u>\$ 177,721</u>	<u>\$ 213,644,679</u>	<u>.1</u>

The percentages above indicated by an asterisk (\*) are less than +/- 2.0% and are expected in the normal course of business.

State of Illinois  
Southern Illinois University

EXPLANATION OF SIGNIFICANT VARIATIONS IN ASSETS AND LIABILITIES

June 30, 2004

Following are the changes in assets and liabilities between June 30, 2004, and June 30, 2003, that involved increases or decreases of 10% and \$ 1,400,000.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Cash and cash equivalents	\$ 35,738,840	\$ 43,485,013	\$ (7,746,173)

The decrease in cash and cash equivalents of \$ 7,746,173 from June 30, 2003 to June 30, 2004 is primarily due to the fact that in FY03 the University had to wait two to three months for reimbursements from the state. Because of this, the University's assets were kept more liquid to cover expenses. However, in FY04, the delay in state reimbursements had decreased to two to three weeks. Therefore, the liquidity level of FY03 was no longer needed and more funds were shifted to investments.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Investments	\$ 161,265,901	\$ 127,183,700	\$ 34,082,201

The increase in investments from June 30, 2003 to June 30, 2004 is a result of two factors. First, the University's assets were not kept as liquid during FY04 as they were in FY03 due to timing of state reimbursements. Secondly, the University issued Certificates of Participation (COP) on June 17, 2004, of approximately \$ 33 million. The proceeds from this COPS sale were promptly invested after the issuance.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Reimbursement Due From State Treasurer	\$ 2,232,337	\$ 10,042,819	\$ (7,810,482)

The decrease in the University's Reimbursement due from State Treasurer is primarily due to the fact that all Service Department billings and the Carbondale and Edwardsville payrolls in the month of June 2004, were funded from the Income Fund since all General Revenue funds had been expended for FY04 prior to June.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Accounts Receivable, net	\$ 27,471,903	\$ 32,248,499	\$ (4,776,596)

State of Illinois  
Southern Illinois University

EXPLANATION OF SIGNIFICANT VARIATIONS IN ASSETS AND LIABILITIES -  
CONTINUED

June 30, 2004

The decrease in accounts receivable is due to the fact that receivables related to the Edwardsville Ethanol Plant decreased \$ 1.2 million from FY03 to FY04. The project was nearing completion at the end of FY04. Also, several restricted accounts had large receivables at June 30, 2003, that they do not have at June 30, 2004, totaling \$ 3.5 million. Among these accounts were research accounts related to Alzheimer's, Psychiatry, Early Childhood, and various National Institute of Health and National Science Foundation research accounts. These accounts either ended at June 30, 2003, and were not renewed or project monies that were invoiced at June 30, 2004, had decreased from June 30, 2003.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Accounts Payable	\$ 20,508,322	\$ 17,751,983	\$ 2,756,339

The increase in accounts payable is primarily due to payables related to the HVAC project on the Edwardsville campus. At the end of FY04, the payables related to this project were \$ 2.4 million. This project was new in FY04.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Deposits held for University Related Organizations	\$ 9,895,974	\$ 6,690,484	\$ 3,205,490

The primary reason for the increase in Deposits Held for UROs is that the cash balance of Physicians and Surgeons increased from \$ 5,880,110 at June 30, 2003, to \$ 8,898,692 at June 30, 2004, an increase of \$ 3,018,582.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Certificates of Participation (noncurrent)	\$ 34,881,856	\$ 3,823,317	\$ 31,058,539

The increase in Certificates of Participation (COP) is due to the fact that the University issued COPS on June 17, 2004, of approximately \$ 33 million to fund various projects on both the Carbondale and Edwardsville campuses.

	<u>June 30, 2004</u>	<u>June 30, 2003</u>	<u>Difference</u>
Accrued liability for self-insurance (noncurrent)	\$ 14,565,994	\$ 17,287,026	\$ (2,721,032)

The decrease in accrued liability for self-insurance is due to the decrease in both General and Professional Liability and Extended Care. The General and Professional decreased \$ 1.4 million, while the Extended Care decreased \$ 1.3 million. The accrued liability amounts are based on estimates of future liability and are adjusted as actual claims and payments of claims are incurred throughout the year.

State of Illinois  
Southern Illinois University

ANALYSIS OF INDIRECT COST RECOVERIES

Year ended June 30, 2004

The indirect costs incurred in relation to grants and contracts are reimbursed by a portion of such grants and contracts received from governmental agencies and private sources. The indirect costs incurred and the subsequent reimbursements of such costs are accounted for in the University's general ledger as current unrestricted general funds. The reimbursement funds are needed for the following purposes:

- To provide monies for the prefunding of grants and contracts (i.e., expenditures made before grant monies are received);
- To fund central research administrative costs and research-related indirect costs; and
- To fund facility development programs and activities relative to obtaining new contracts.

The University uses as its authority the State Finance Act (30 ILCS 105/6a-2) for retaining and expending indirect cost reimbursement funds on a local basis.

State of Illinois  
Southern Illinois University

ANALYSIS OF INDIRECT COST RECOVERIES - CONTINUED

Year ended June 30, 2004

The following is an analysis of the sources and applications of indirect cost reimbursements for the year ended June 30, 2004:

	<u>Edwardsville</u>	<u>Carbondale</u>	<u>Total</u>
<b>Sources</b>			
Transfers of indirect cost reimbursements			
from restricted grants and contracts	\$ 1,299,433	\$ 5,203,140	\$ 6,502,573
Physicians and Surgeons, Inc. - Contributions			
toward university overhead and			
academic development	-	22,756,241	22,756,241
Contributions, investment income, and other	<u>288,846</u>	<u>805,103</u>	<u>1,093,949</u>
 Total sources	 1,588,279	 28,764,484	 30,352,763
<b>Applications</b>			
Organized research activities	8,813	2,475,932	2,484,745
Instructional activities	236,386	588,247	824,633
Operation and maintenance of physical plant	-	100,510	100,510
Institutional support	1,200	162,831	164,031
Academic support activities	1,228,570	746,016	1,974,586
Student services	3,034	60,950	63,984
Public service activities	1,981	70,252	72,233
School of Medicine local resources	-	21,995,447	21,995,447
Transfers out	<u>-</u>	<u>4,222,239</u>	<u>4,222,239</u>
 Total applications	 <u>1,479,984</u>	 <u>30,422,424</u>	 <u>31,902,408</u>
 Excess (deficiency) of sources			
over applications	108,295	(1,657,940)	(1,549,645)
 Fund balance, July 1, 2003	 <u>534,560</u>	 <u>10,354,328</u>	 <u>10,888,888</u>
 Fund balance, June 30, 2004	 <u><u>\$ 642,855</u></u>	 <u><u>\$ 8,696,388</u></u>	 <u><u>\$ 9,339,243</u></u>



State of Illinois  
Southern Illinois University at Carbondale

INDIRECT COST RECOVERY ENTITY FINANCIAL STATEMENTS

BALANCE SHEET

June 30, 2004

ASSETS

Cash	\$ 9,489,611
Accounts receivable	13
Interfund receivable	1,670,679
Merchandise for resale	29,850
Prepaid expense	<u>1,150</u>
Total assets	<u><u>\$ 11,191,303</u></u>

LIABILITIES AND FUND BALANCE

Liabilities	
Accounts payable	\$ 144,133
Accrued payroll	8,771
Accrued compensated absences	2,017,194
Interfund payables	<u>324,817</u>
Total liabilities	2,494,915
Fund balance	<u>8,696,388</u>
Total liabilities and fund balance	<u><u>\$ 11,191,303</u></u>

State of Illinois  
Southern Illinois University at Carbondale

INDIRECT COST RECOVERY ENTITY FINANCIAL STATEMENTS - CONTINUED

STATEMENT OF REVENUES AND EXPENDITURES

Year ended June 30, 2004

Revenues	
Sales	\$ 19,113
Fees	159,847
Physicians and Surgeons, Inc. - Contributions toward university overhead and academic development	22,756,241
Rentals	-
Deposits	79,167
Interest	263,667
Contributions	283,309
Refunds	-
Transfers of indirect cost reimbursements from restricted grants and contracts	<u>5,203,140</u>
Total revenues	<u>28,764,484</u>
Expenditures	
Salaries	1,205,038
Wages	66,345
Travel	193,702
Equipment	647,481
Commodities	217,471
Contractual services	1,631,882
Operation of autos	2,299
Permanent improvement	31,675
Telecommunications	16,016
Refunds	736
Awards and grants	106,741
Fringe benefits	84,652
School of Medicine local resources	21,995,447
Traineeship costs	<u>700</u>
Total expenditures	<u>26,200,185</u>
Net increase before transfers	2,564,299
Transfers to restricted grants and contracts	<u>(4,222,239)</u>
Net decrease for the year	<u><u>\$ (1,657,940)</u></u>

State of Illinois  
Southern Illinois University at Carbondale

INDIRECT COST RECOVERY ENTITY FINANCIAL STATEMENTS - CONTINUED

STATEMENT OF CHANGES IN FUND BALANCE

Year ended June 30, 2004

Revenues	\$ 28,764,484
Expenditures	26,200,185
Transfers to restricted grants and contracts	<u>(4,222,239)</u>
Net decrease for the year	(1,657,940)
Fund balance, July 1, 2003	<u>10,354,328</u>
Fund balance, June 30, 2004	<u><u>\$ 8,696,388</u></u>

State of Illinois  
Southern Illinois University at Edwardsville

INDIRECT COST RECOVERY ENTITY FINANCIAL STATEMENTS

BALANCE SHEET

June 30, 2004

ASSETS

Cash	\$ 752,306
Interfund receivables	<u>195</u>
Total assets	<u><u>\$ 752,501</u></u>

LIABILITIES AND FUND BALANCE

Liabilities	
Accounts payable	\$ 59,636
Accrued payroll	1,712
Accrued compensated absences	27,637
Interfund payables	<u>20,661</u>
Total liabilities	109,646
Fund balance	<u>642,855</u>
Total liabilities and fund balance	<u><u>\$ 752,501</u></u>

State of Illinois  
Southern Illinois University at Edwardsville

INDIRECT COST RECOVERY ENTITY FINANCIAL STATEMENTS - CONTINUED

STATEMENT OF REVENUES AND EXPENDITURES

Year ended June 30, 2004

Revenues	
Sales	\$ 8,906
Fees	7,857
Other	272,083
Transfers of indirect cost reimbursements from restricted grants and contracts	<u>1,299,433</u>
Total revenues	<u>1,588,279</u>
Expenditures	
Salaries	349,267
Wages	11,807
Travel	132,234
Equipment	273,402
Commodities	105,307
Contractual services	243,350
Awards and grants	82,517
Operation of auto	16,364
General administration	180,000
Telecommunications	1,890
Other	<u>83,846</u>
Total expenditures	<u>1,479,984</u>
Net increase for the year	<u><u>\$ 108,295</u></u>

State of Illinois  
Southern Illinois University at Edwardsville

INDIRECT COST RECOVERY ENTITY FINANCIAL STATEMENTS - CONTINUED

STATEMENT OF CHANGES IN FUND BALANCE

Year ended June 30, 2004

Revenues	\$ 1,588,279
Expenditures	<u>1,479,984</u>
Net increase for the year	108,295
Fund balance, July 1, 2003	<u>534,560</u>
Fund balance, June 30, 2004	<u><u>\$ 642,855</u></u>

State of Illinois  
Southern Illinois University

SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS

Year ended June 30, 2004

We have been provided with a memorandum from the Auditor General dated July 25, 2000, entitled Matters Regarding University Audits which requests the University to furnish certain supplemental information. These special data requirements are provided below by cross-referencing to the 2004 reports where such information can be found. The letters below refer to the paragraphs in the aforementioned letter.

- a. No findings relating to compliance with University Guidelines were noted in the prior audit dated October 31, 2003. Nor were any such findings noted in the current year.
- b. A statement of sources and applications of indirect cost recoveries is presented on page 24 of this report.
- c. The calculation of allowable indirect cost carryforward appears on pages 35 and 36 of this report.
- d. Beginning in fiscal year 1985, tuition is no longer retained to augment auxiliary enterprise operations.
- e. Descriptions of each accounting entity, including major sources of revenue and purpose, are presented on pages 37 and 38 of this report.
- f. Financial statements for all Carbondale and Edwardsville entities and auxiliary enterprises appear on pages 39 through 70 of this report.
- g. Calculation of current excess funds is presented on pages 73 and 74 of this report. These schedules indicate there were no amounts required to be deposited in the Income Fund.
- h. Auxiliary enterprises, principally housing, the student centers, and recreation and medical facilities have received State appropriated funds, primarily retirement benefits, in the amounts shown in Note 8 to the 2004 Treasurer's Reports to the Bondholders for the Housing and Auxiliary Facilities System and Note 9 to the Medical Facilities System report.
- i. A statement of receipts and disbursements for the funded debt enterprises is presented in the Treasurer's comments in the 2004 Treasurer's Reports to the Bondholders for the Housing and Auxiliary Facilities System on page five and for the Medical Facilities System on page three.
- j. Audit tests of the revenue bonds fund accounting covenants revealed no instances of noncompliance as stated in the Independent Auditors' Report. See 2004 Treasurer's Reports to the Bondholders for the Housing and Auxiliary Facilities System on page nine and for the Medical Facilities System on page seven.
- k. The University does not utilize noninstructional facilities reserves.
- l. - p. Organizations recognized by the University as University-Related Organizations (UROs); payments by the UROs to the University for services provided by the University; and payments by the University to the UROs for services provided by the UROs are disclosed in the following reports:

	Pages
Southern Illinois University Foundation (at Carbondale) Financial Report	24-26
Southern Illinois University Edwardsville Foundation Financial Report	26-27
The Association of Alumni, Former Students and Friends of Southern Illinois University Incorporated Financial Report	22
The Alumni Association of Southern Illinois University Edwardsville Financial Report	19-20
University Park of Southern Illinois University at Edwardsville, Inc. Financial Report	24-25
SIU Physicians & Surgeons, Inc. Financial Report	26-27
The Southern Illinois Research Park, Inc. of Southern Illinois University at Carbondale	15

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SPECIAL DATA REQUIREMENTS FOR UNIVERSITY AUDITS - CONTINUED

Year ended June 30, 2004

- l. - p. (cont'd) See a summary of funds provided by the Foundations on pages 33 and 34 of this report.

There were no cumulative unreimbursed subsidies to the UROs from the University.

The only debt financing by a URO is a \$ 1.65 million revenue bond reissued by the SIUE Foundation on March 14, 2003. See Note H on pages 27-28 of its financial report for a description of the bond.

- q. A schedule of cash and investments held by the University is included in Note 3 to the financial statements.
- r. Income from investments of pooled funds has been allocated and credited to the original sources of the funds.
- s. A schedule presenting costs per full-time equivalent is included on page 84 of this report.
- t. There were no acquisitions of real estate by the University or UROs in excess of \$ 250,000 that were not funded by a separate appropriation specifically identifying the particular acquisition.
- u. On June 17, 2004, the University issued Certificates of Participation (COPS) in the par amount of \$ 32,740,000. The COPS were issued at a discount of \$ 91,480. The certificates were issued to finance, in combination with University funds, the renovation of Morris Library, the construction of a library storage facility, the construction of a Research Park, the replacement of campus signage, the purchase of computer and research equipment, and energy conservation measures, all at Carbondale; the construction of a Pharmacy building and the renovation of the Dental School building, both at Edwardsville; and energy performance measures at the School of Medicine in Springfield. The certificates bear interest at rates ranging from 2% to 5% payable semi-annually, and principal installments ranging from \$ 1,070,000 to \$ 2,720,000 are payable annually on February 15 beginning 2005 through the year 2024. As of June 30, 2004, these certificates were outstanding in the amount of \$ 32,648,686.

On June 5, 2002, the University issued Certificates of Participation (COPS) in the par amount of \$ 4,180,000. The COPS were issued at a premium of \$ 10,540. The certificates were issued to finance, in combination with University funds, the construction of a new support services building to house business services offices and warehouse space for the University's Springfield medical campus. The certificates bear interest at rates ranging from 3.25% to 4.40% payable semi-annually, and principal installments ranging from \$ 355,000 to \$ 495,000 are payable annually on August 15 beginning 2003 through the year 2012. As of June 30, 2004, these certificates were outstanding in the amount of \$ 3,826,683.



State of Illinois  
Southern Illinois University at Carbondale

SUMMARY OF FUNDS PROVIDED BY THE SOUTHERN ILLINOIS  
UNIVERSITY FOUNDATIONS TO SOUTHERN ILLINOIS UNIVERSITY

Years ended June 30, 2004 and 2003

During the years ended June 30, 2004 and 2003, Southern Illinois University at Carbondale ("University") contracted with the Foundation to provide fund raising and other services. In accordance with the contract agreement, the University provided \$ 3,442,112 and \$ 2,814,495 for the years ended June 30, 2004 and 2003, respectively, in funds and in-kind services and rent to the Foundation. Although not required under the contract, the Foundation provided the University certain funds considered unrestricted for purposes of the University Guidelines' computations. Presented below is a summary of all funds that the Foundation provided to the University during the years ended June 30:

	<u>2004</u>	<u>2003</u>
Funds considered unrestricted for purposes of the Guidelines' computations		
Unrestricted	\$ 28,251	\$ 36,508
Restricted only as to campus, college or department and generally available for ongoing University operations		
Provided to particular campus	85,363	166,776
Provided to particular college	1,342,485	1,420,163
Provided to particular department	5,336,071	4,003,355
Provided to athletic association	<u>1,261,905</u>	<u>749,519</u>
Total funds considered unrestricted	8,054,075	6,376,321
Funds considered restricted for purposes of the Guidelines' computations including gifts-in-kind		
Provided for student support	979,905	1,044,643
Provided for certain instructional research or public service programs	637,459	447,763
Provided for physical facilities	84,857	52,850
Provided for other restricted purposes	<u>83,583</u>	<u>59,535</u>
Total funds considered restricted	<u>1,785,804</u>	<u>1,604,791</u>
Total funds provided by the Foundation to the University	<u>\$ 9,839,879</u>	<u>\$ 7,981,112</u>

State of Illinois  
Southern Illinois University at Edwardsville

SUMMARY OF FUNDS PROVIDED BY THE SOUTHERN ILLINOIS  
UNIVERSITY FOUNDATIONS TO SOUTHERN ILLINOIS UNIVERSITY - CONTINUED

Years ended June 30, 2004 and 2003

During the years ended June 30, 2004 and 2003, Southern Illinois University at Edwardsville (the "University") contracted with the Southern Illinois University Edwardsville Foundation to provide fund raising and other services. In accordance with the contract agreement, the University provided \$ 612,165 and \$ 615,064 for the years ended June 30, 2004 and 2003, respectively, in funds and in-kind services and rent to the Foundation. Although not required under the contract, the Foundation provided the University certain funds considered unrestricted for purposes of the University Guidelines' computations. Presented below is a summary of all funds that the Foundation provided to the University during the years ended June 30:

	<u>2004</u>	<u>2003</u>
Funds considered unrestricted for purpose of the Guidelines' computations		
Unrestricted	\$ 52,075	\$ 68,904
Restricted only as to campus, college or department and generally available for ongoing University operations		
Provided to particular college	547,730	296,618
Provided to particular department	456,925	360,639
Provided to athletic association	<u>356,785</u>	<u>229,180</u>
Total funds considered unrestricted	1,413,515	955,341
Funds considered restricted for purpose of the Guidelines' computations including gifts in-kind		
Provided for student support	313,350	278,476
Provided for certain instructional research or public service programs	<u>302,202</u>	<u>1,642,282</u>
Total funds considered restricted	<u>615,552</u>	<u>1,920,758</u>
Total funds provided by the Foundation to the University	<u>\$ 2,029,067</u>	<u>\$ 2,876,099</u>

State of Illinois  
Southern Illinois University at Carbondale

CALCULATION OF INDIRECT COST CARRYFORWARD

June 30, 2004

1. Cash and equivalents balance		
Enter the June 30 indirect cost entity balance for cash and equivalents:		
Cash	\$	9,489,611
Interfund receivables		<u>1,670,679</u>
Total		11,160,290
2. Allocated reimbursements		
Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed:		
\$ 31,074,610; enter 30% of this amount		9,322,383
3. Unallocated reimbursements		
Enter the lesser of the actual unallocated indirect cost reimbursements for the year completed or 10% of total indirect cost allocations for the year completed		3,107,461
4. Encumbrances and current liabilities:		
Paid in the lapse period:		
Enter the amount of:		
Current liabilities	\$	351,531
Encumbrances		<u>-</u>
Total		<u>351,531</u>
5. Indirect cost carry-forward		
a. Enter the total of items 2, 3, and 4		<u>12,781,375</u>
b. Subtract from item 1. If a positive number results, deposit in the income fund		<u><u>\$ (1,621,085)</u></u>

State of Illinois  
Southern Illinois University at Edwardsville

CALCULATION OF INDIRECT COST CARRYFORWARD - CONTINUED

June 30, 2004

1. Cash and equivalents balance:		
Enter the June 30 indirect cost entity balance for cash and equivalents:		
Cash	\$	752,306
Interfund receivables		<u>195</u>
Total		752,501
2. Allocated reimbursements:		
Enter the total indirect cost reimbursements allocated for expenditure for the fiscal year completed:		
\$ 2,420,251; enter 30% of this amount		726,075
3. Unallocated reimbursements:		
Enter the lesser of the actual unallocated indirect cost reimbursements for the year completed or 10% of total indirect cost allocations for the year completed		-
4. Encumbrances and current liabilities:		
Paid in the lapse period:		
Enter the amount of:		
Current liabilities	\$	67,792
Encumbrances		<u>-</u>
Total		<u>67,792</u>
5. Indirect cost carry-forward:		
a. Enter the total of items 2, 3, and 4		<u>793,867</u>
b. Subtract from item 1. If a positive number results, deposit in the income fund	\$	<u><u>(41,366)</u></u>

State of Illinois  
Southern Illinois University

IDENTIFICATION AND DESCRIPTION OF ENTITIES AND  
AUXILIARY ENTERPRISES

<u>Entity</u>	<u>Purpose</u>	<u>Major Source of Revenue</u>
Public service ( C )	Accounts of this entity are used to record the activities established primarily to provide non-instructional services that are beneficial to the University. Such activities are not for academic credit and include continuing education and Touch of Nature program	<ul style="list-style-type: none"> <li>. Fees paid by program participants for instruction, room and board</li> </ul>
Traffic and parking ( C )	The registration of vehicles and the operation, repair and maintenance of parking structures are recorded through accounts in this entity	<ul style="list-style-type: none"> <li>. Sales of parking permits.</li> <li>. Parking violation fines</li> <li>. Investment income</li> </ul>
Academic affairs ( C )	Entity accounts are used to record extracurricular, scholarly and service activities generally supportive of research and instruction. Examples include accounts related to School of Law libraries, the SIU Press, Technical Institute instruction, SIU Airport, research support and activities administration for the various colleges	<ul style="list-style-type: none"> <li>. Sales of books and publications</li> <li>. Experimental farms.</li> <li>. Investment income</li> </ul>
Academic affairs (E)	Entity accounts are used to record extracurricular and scholarly activities generally supportive of instruction, including those for which no academic credit is earned, and research. Examples include accounts related to the College of Arts and Sciences and to continuing education	<ul style="list-style-type: none"> <li>. Sales of books and other instructional materials.</li> <li>. Dental clinic fees.</li> <li>. Conference fees.</li> </ul>
Clinical support ( C )	These accounts are used for the administration and operation of clinic and patient service facilities at the School of Medicine in Springfield	<ul style="list-style-type: none"> <li>. Contributions</li> <li>. Patient service fees.</li> <li>. Hospital affiliation services</li> </ul>
Student Fees (C and E)	The administration and operation of student activities and programs funded by student fees are accounted for in this entity. Included are various housing, athletic and recreation activities and textbook rentals, among others	<ul style="list-style-type: none"> <li>. Student activity and campus housing activity fees</li> <li>. Pharmacy sales and athletic event ticket sales.</li> <li>. Textbook sales and rental fees</li> <li>. Investment income</li> </ul>

C = Carbondale Campus  
E = Edwardsville Campus

State of Illinois  
Southern Illinois University

IDENTIFICATION AND DESCRIPTION OF ENTITIES AND  
AUXILIARY ENTERPRISES - CONTINUED

<u>Entity</u>	<u>Purpose</u>	<u>Major Source of Revenue</u>
Administration ( C )	These accounts are used to record the administrative and operational activities of financial office. These include the bursar, administrative information systems, personnel services, and the activities of auxiliary operations and facilities providing services to students, faculty and staff such as security, physical plant, arena and auditorium activities which are not directly related to instruction and research.	<ul style="list-style-type: none"> <li>. Bursar service charges to students.</li> <li>. Auxiliary fiscal report charges</li> <li>. Auditorium and arena sales and fees</li> </ul>
Administrative services (E)	Entity accounts for services provided to students and to other university departments. Include are various bursar services, printing and graphic services, telephone services, and facilities management services.	<ul style="list-style-type: none"> <li>. Bursar service charges.</li> <li>. Charges to other University departments for services rendered.</li> </ul>
Plant and service operations ( C )	The operation, control, and distribution of costs associated with services rendered on a campus-wide basis to University departments defines the purpose of these entity accounts. Examples include physical plant, general stores, printing, travel services, food and other service departments where such activities are directly related to instruction, research or service.	<ul style="list-style-type: none"> <li>. Charges to other University departments for services rendered.</li> </ul>
Nonindentured housing ( C )	Entity accounts to record the activities of Evergreen Terrace and other University housing not included in funded debt operations	<ul style="list-style-type: none"> <li>. Housing rentals.</li> </ul>
Funded debt operations (C and E)	The accounts in this entity are used for the administration and operation of all enterprises of the Southern Illinois University Housing and Auxiliary Facilities System and Medical Facilities System. System facility acquisitions and improvements were financed with proceeds from the sale of revenue bonds. Enterprises included in the Housing and Auxiliary Facilities System are Student Center, University Center, Student Recreation Center, Student Fitness Center, Child Care Center, University Housing at both campuses, and Traffic and Parking at the Edwardsville campus. The Medical Facilities System consists of the SI Clinics Building in Springfield, Illinois	<ul style="list-style-type: none"> <li>. Student Center fees.</li> <li>. University Center fees</li> <li>. Bookstore and cafeteria sales</li> <li>. Student Recreation Center fees</li> <li>. Student Fitness Center fees</li> <li>. Child Care Center fees.</li> <li>. Housing fees.</li> <li>. Parking decal sales.</li> <li>. Revenue bond fees.</li> <li>. Operations and fees of the Medical Facilities System</li> </ul>

C = Carbondale Campus  
E = Edwardsville Campus

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES

Entity Balance Sheets  
June 30, 2004

	<u>Public Service</u>	<u>Traffic &amp; Parking</u>	<u>Academic Affairs</u>	<u>Clinical Support</u>	<u>Student Fees</u>	<u>Adminis- tration</u>	<u>Plant &amp; Service Oper- ations</u>	<u>Non- Indentured Housing</u>	<u>Funded Debt</u>
<b>ASSETS</b>									
Current funds:									
Cash and short-term investments	\$ 106,543	\$ 1,129,465	\$ 4,573,198	\$ 2,419,407	\$ 1,312,452	\$ 1,728,295	\$ (585,908)	\$ 254,268	\$ 9,556,206
Investments	-	-	44,500	-	-	-	-	-	-
Due from other funds	776,008	(691)	78,461	125,551	71,503	314,750	5,990,200	208,622	129,961
Accounts receivable-net	232,268	249,505	596,579	412,296	497,415	1,669	387,158	249,032	2,637,252
Accrued interest receivable	-	-	3	-	-	-	-	160	-
Merchandise for resale	-	-	966,584	4,256	-	-	1,903,727	996	206,800
Prepaid expenses	5,388	-	34,326	31,180	11,131	-	1,419	-	2,572
Total current funds	<u>\$ 1,120,207</u>	<u>\$ 1,378,279</u>	<u>\$ 6,293,651</u>	<u>\$ 2,992,690</u>	<u>\$ 1,892,501</u>	<u>\$ 2,044,714</u>	<u>\$ 7,696,596</u>	<u>\$ 713,078</u>	<u>\$ 12,532,791</u>
Plant funds:									
Cash and investments	\$ -	\$ 1,740,153	\$ 412,328	\$ 198,112	\$ 86,674		\$ 789,680	\$ 3,905	\$ 10,344,422
Accrued interest receivable	-	-	-	-	-		-	-	86,611
Notes receivable	-	-	-	-	-		-	-	206,546
Due from other funds	-	(643)	(192)	(93)	(33)		(371)	-	(2,067)
Investment: plant buildings	-	5,818,152	-	-	14,180,862		-	303,385	105,567,082
Investment: plant equipment	86,559	-	4,989,654	3,943,677	368,405		15,679,144	-	5,711,342
Investment: construction in progress	-	-	-	-	-		-	-	2,444,263
Unamortized bond issuance cost	-	-	-	-	-		-	-	1,091,833
Unamortized bond discount	-	-	-	-	-		-	-	(9,409)
Unamortized deferred loss on refunding	-	-	-	-	-		-	-	436,363
Total plant funds	<u>\$ 86,559</u>	<u>\$ 7,557,662</u>	<u>\$ 5,401,790</u>	<u>\$ 4,141,696</u>	<u>\$ 14,635,908</u>		<u>\$ 16,468,453</u>	<u>\$ 307,290</u>	<u>\$ 125,876,986</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUE

Entity Balance Sheets - Continued  
June 30, 2004

	<u>Public Service</u>	<u>Traffic &amp; Parking</u>	<u>Academic Affairs</u>	<u>Clinical Support</u>	<u>Student Fees</u>	<u>Adminis- tration</u>	<u>Plant &amp; Service Oper- ations</u>	<u>Non- Indentured Housing</u>	<u>Funded Debt</u>
<b>LIABILITIES AND FUND BALANCES</b>									
Current funds:									
Liabilities:									
Accounts payable	\$ 80,408	\$ 4,842	\$ 175,116	\$ 154,516	\$ 167,993	\$ 134,182	\$ 2,731,300	\$ 79,596	\$ 267,519
Due to other funds	839,356	125,863	73,397	183,979	125,530	16,122	546,525	157,065	859,306
Accrued payroll	22,460	6,955	36,944	95,962	29,742	15,010	1,260,417	26,850	304,138
Deferred revenue	330,882	-	380,672	40,937	759,668	-	55,200	101,396	1,815,333
Compensated absence: vacation	99,560	23,922	219,765	1,306,618	125,648	86,050	487,633	163,260	2,354,311
Compensated absence: sick	28,403	14,643	64,291	310,875	54,308	42,101	341,979	125,164	986,483
Total current fund liabilities	1,401,069	176,225	950,185	2,092,887	1,262,889	293,465	5,423,054	653,331	6,587,090
Fund balance (deficit)	(280,862)	1,202,054	5,343,466	899,803	629,612	1,751,249	2,273,542	59,747	5,945,701
Total current funds	<u>\$ 1,120,207</u>	<u>\$ 1,378,279</u>	<u>\$ 6,293,651</u>	<u>\$ 2,992,690</u>	<u>\$ 1,892,501</u>	<u>\$ 2,044,714</u>	<u>\$ 7,696,596</u>	<u>\$ 713,078</u>	<u>\$ 12,532,791</u>
Plant funds:									
Liabilities:									
Accounts payable	\$ -	\$ -	\$ 5,000	\$ -	\$ 3,902		\$ -	\$ -	\$ 125,712
Due to other funds	-	-	284	-	-		-	-	1,269,966
Deferred revenue	-	-	-	-	-		-	-	201,379
Accrued interest payable	-	-	-	-	-		-	-	529,071
Revenue bonds payable	-	-	-	-	-		-	-	41,592,433
Total plant fund liabilities	-	-	5,284	-	3,902		-	-	43,718,561
Fund balances:									
Plant funds replacement and repair	-	1,739,510	406,852	198,019	82,739		789,309	3,905	10,107,338
Investment in plant	86,559	5,818,152	4,989,654	3,943,677	14,549,267		15,679,144	303,385	72,051,087
Total fund balances	86,559	7,557,662	5,396,506	4,141,696	14,632,006		16,468,453	307,290	82,158,425
Total plant funds	<u>\$ 86,559</u>	<u>\$ 7,557,662</u>	<u>\$ 5,401,790</u>	<u>\$ 4,141,696</u>	<u>\$ 14,635,908</u>		<u>\$ 16,468,453</u>	<u>\$ 307,290</u>	<u>\$ 125,876,986</u>



State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED

Entity Statements of Current Funds, Revenues, Expenditures and Other Changes  
For the Year Ended June 30, 2004

	<u>Public Service</u>	<u>Traffic &amp; Parking</u>	<u>Academic Affairs</u>	<u>Clinical Support</u>	<u>Student Fees</u>	<u>Admini- stration</u>	<u>Plant &amp; Service Oper- ations</u>	<u>Non- Indentured Housing</u>	<u>Funded Debt</u>
Revenues:									
Sales	\$ 169,859	\$ 525,875	\$ 5,573,617	\$ 144,889	\$ 2,075,147	\$ 347,842	\$ 23,626	\$ 202,985	\$ 2,864,001
Fees	2,702,998	1,220,722	3,702,952	14,090,188	11,564,874	514,714	510,911	198,445	11,871,290
Services	635,748	-	283,868	190,588	380,840	185,763	67,743,652	297,489	-
Contributions	2,332	-	541,970	2,728,141	1,030,783	410,000	-	2,166	4,438
Rentals	131,959	-	80,640	2,773	13,975	27,659	39,155	1,369,393	25,959,300
Deposits	5,450	-	1,031,998	(17,325)	68,968	5,000,805	344,876	(294)	-
Investments	7,521	30,444	110,906	30,922	106,583	492,243	75,017	11,391	22,235
Refunds	(1,216)	-	(463,599)	-	(1,912)	-	-	-	-
State appropriations	-	-	-	-	-	-	-	-	22,900,325
Medical Facilities System	-	-	-	-	-	-	-	-	21,673,393
Other income	(25)	70	124,337	20,535	231,694	211,662	816,915	1,915,606	-
Total revenue	<u>3,654,626</u>	<u>1,777,111</u>	<u>10,986,689</u>	<u>17,190,711</u>	<u>15,470,952</u>	<u>7,190,688</u>	<u>69,554,152</u>	<u>3,997,181</u>	<u>85,294,982</u>
Expenditures:									
Salaries	1,609,890	179,724	3,773,509	12,194,357	2,558,667	1,176,470	22,643,812	1,413,776	27,129,960
Wages	35,426	93,097	1,167,213	-	257,743	23,100	1,199,232	221,047	1,961,155
Travel	78,711	352	210,220	322,441	892,294	16,800	37,684	12,986	18,909
Equipment	17,573	8,697	496,398	310,120	205,292	29,267	1,137,108	77,323	289,940
Commodities	197,422	30,678	1,320,452	454,088	881,093	71,039	2,685,123	13,836	2,739,496
Contractual services	1,815,910	682,124	2,251,031	3,860,329	7,364,390	6,185,640	27,794,688	275,399	4,490,899
Refunds	1,249	-	50,048	16,602	1,515	110	-	-	-
Awards/grants	2,355	-	147,781	92,608	1,198,835	48,000	-	-	-
Operation of auto	72,277	35,961	77,371	7,863	70,087	3,221	1,233,726	9,044	107,739
Permanent improvement:	-	-	37,149	61,802	-	120,300	2,925,415	-	-
Telecommunications	49,104	3,571	134,689	205,899	142,172	12,922	4,205,968	28,683	1,288,987
Fringe benefit:	-	-	5,418	86,844	1,090	11,206	-	42,860	24,084,819
General administration/office expense	3,141	-	-	65	180,025	408	576	479,776	3,298,371
Merchandise for resale	-	-	-	-	-	-	4,714,590	-	3,935,459
Utilities	-	-	-	-	-	-	-	422,397	4,292,566
Maintenance	-	-	717,428	-	4,825	-	17,468	605,472	4,588,276
Real estate rental	-	-	-	-	-	-	-	232,972	-
Mass transit expense	-	-	-	-	1,209,374	-	-	-	-
Bad debt expense	(3,823)	25,451	33,129	5	(15,197)	(11)	8,237	26,491	201,247
Total expenditures	<u>3,879,235</u>	<u>1,059,655</u>	<u>10,421,836</u>	<u>17,613,023</u>	<u>14,952,205</u>	<u>7,698,472</u>	<u>68,603,627</u>	<u>3,862,062</u>	<u>78,427,823</u>
Net increase (decrease) before transfers	(224,609)	717,456	564,853	(422,312)	518,747	(507,784)	950,525	135,119	6,867,159
Transfers - Additions (deductions)	<u>(13,859)</u>	<u>(700,000)</u>	<u>195,006</u>	<u>(50,705)</u>	<u>69,380</u>	<u>4,269,629</u>	<u>(4,737,753)</u>	<u>(42,000)</u>	<u>(9,690,032)</u>
Net increase (decrease) for the year	<u>\$ (238,468)</u>	<u>\$ 17,456</u>	<u>\$ 759,859</u>	<u>\$ (473,017)</u>	<u>\$ 588,127</u>	<u>\$ 3,761,845</u>	<u>\$ (3,787,228)</u>	<u>\$ 93,119</u>	<u>\$ (2,822,873)</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED

Entity Statements of Changes in Fund Balances  
For the year ended June 30, 2004

	<u>Public Service</u>	<u>Traffic &amp; Parking</u>	<u>Academic Affairs</u>	<u>Clinical Support</u>	<u>Student Fees</u>	<u>Adminis- tration</u>	<u>Plant &amp; Service Oper- ations</u>	<u>Non- Indentured Housing</u>	<u>Funded Debt</u>
Current funds:									
Revenues	\$ 3,654,626	\$ 1,777,111	\$ 10,986,689	\$ 17,190,711	\$ 15,470,952	\$ 7,190,688	\$ 69,554,152	\$ 3,997,181	\$ 85,294,982
Expenditures	(3,879,235)	(1,059,655)	(10,421,836)	(17,613,023)	(14,952,205)	(7,698,472)	(68,603,627)	(3,862,062)	(78,427,823)
Transfers - net additions (deductions)	(13,859)	(700,000)	195,006	(50,705)	69,380	4,269,629	(4,737,753)	(42,000)	(9,690,032)
Net increase (decrease) for the year	(238,468)	17,456	759,859	(473,017)	588,127	3,761,845	(3,787,228)	93,119	(2,822,873)
Fund balances (deficit), July 1, 2003	(42,394)	1,184,598	4,583,607	1,372,820	41,485	(2,010,596)	6,060,770	(33,372)	8,768,574
Fund balances (deficit), June 30, 2004	<u>\$ (280,862)</u>	<u>\$ 1,202,054</u>	<u>\$ 5,343,466</u>	<u>\$ 899,803</u>	<u>\$ 629,612</u>	<u>\$ 1,751,249</u>	<u>\$ 2,273,542</u>	<u>\$ 59,747</u>	<u>\$ 5,945,701</u>
Plant funds:									
Revenues	\$ -	\$ 24,862	\$ 12,677	\$ 3,921	\$ 1,446		\$ 18,504	\$ 277	\$ 8,145,893
Expenditures	-	-	(115,651)	-	(82,962)		(295,283)	-	(12,070,769)
Transfers - net additions	-	550,000	-	25,000	52,448		338,912	(30,000)	14,703,652
Other additions (deductions)	-	286,194	252,516	(217,118)	(14,019)		(2,114,978)	-	-
Net increase (decrease) for the year	-	861,056	149,542	(188,197)	(43,087)		(2,052,845)	(29,723)	10,778,776
Fund balances, July 1, 2003	86,559	6,696,606	5,246,964	4,329,893	14,675,093		18,521,298	337,013	71,379,649
Fund balances, June 30, 2004	<u>\$ 86,559</u>	<u>\$ 7,557,662</u>	<u>\$ 5,396,506</u>	<u>\$ 4,141,696</u>	<u>\$ 14,632,006</u>		<u>\$ 16,468,453</u>	<u>\$ 307,290</u>	<u>\$ 82,158,425</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUE  
HOUSING AUXILIARY ENTERPRISES

Balance Sheet  
June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
<b>ASSETS</b>					
Cash	\$ -	\$ -	\$ 7,300	\$ -	\$ 7,300
Pooled cash and investment:	5,878,231	1,797,272	-	-	7,675,503
Investment - U.S. Treasury Note:	-	-	2,773,257	-	2,773,257
Accounts receivable, net	442,104	-	-	-	442,104
Accrued interest receivable	-	-	24,215	-	24,215
Merchandise for resale	45,771	-	-	-	45,771
Due from other funds	78,599	(1,092)	-	-	77,507
Investment in plant					
Land	-	-	-	579,362	579,362
Buildings	-	-	-	54,146,873	54,146,873
Improvements	-	-	-	1,180,343	1,180,343
Equipment	-	-	-	750,081	750,081
Construction in Progress	-	-	-	1,965,957	1,965,957
Unamortized bond issuance cos	-	-	281,530	-	281,530
Unamortized bond premium	-	-	(13,615)	-	(13,615)
Unamortized deferred loss on refunding	-	-	254,356	-	254,356
Total assets	<u>\$ 6,444,705</u>	<u>\$ 1,796,180</u>	<u>\$ 3,327,043</u>	<u>\$ 58,622,616</u>	<u>\$ 70,190,544</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 172,995	\$ 20,190	\$ -	\$ -	\$ 193,185
Due to other funds	476,269	1,224,966	-	-	1,701,235
Accrued payroll	179,590	-	-	-	179,590
Other accrued liabilities:	459,645	-	-	-	459,645
Deferred revenue	1,068,915	-	-	-	1,068,915
Accrued interest payable	-	-	149,689	-	149,689
Revenue bonds payable	-	-	-	15,922,943	15,922,943
Total liabilities:	2,357,414	1,245,156	149,689	15,922,943	19,675,202
Fund balances:	<u>4,087,291</u>	<u>551,024</u>	<u>3,177,354</u>	<u>42,699,673</u>	<u>50,515,342</u>
Total liabilities and fund balance	<u>\$ 6,444,705</u>	<u>\$ 1,796,180</u>	<u>\$ 3,327,043</u>	<u>\$ 58,622,616</u>	<u>\$ 70,190,544</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES  
AND AUXILIARY ENTERPRISES - CONTINUED  
HOUSING AUXILIARY ENTERPRISES

Statement of Current Funds, Revenues, Expenditures  
and Other Changes  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>
Revenues:	
Dormitories and apartments	\$ 25,959,300
Investment income	(7,506)
State appropriations on behalf of the system	2,139,734
Additional on behalf SURS allocation for unfunded liability	<u>2,338,110</u>
Total revenues	30,429,638
Expenditures:	
Salaries and wages	7,331,912
Merchandise for resale	3,694,080
Utilities	3,291,343
Maintenance and repairs	4,175,269
Other	3,584,979
State appropriations on behalf of the system	2,139,734
Additional on behalf SURS allocation for unfunded liability	<u>2,338,110</u>
Total expenditures	<u>26,555,427</u>
Excess of revenues over expenditures	3,874,211
Transfers - deductions:	
Mandatory transfers:	
Bond principal and interest	(1,735,193)
Repair and replacement reserve	(196,630)
Nonmandatory transfers	
Repair and replacement reserve	<u>(4,159,043)</u>
Total transfers	<u>(6,090,866)</u>
Net decrease in fund balance	<u><u>\$ (2,216,655)</u></u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
HOUSING AUXILIARY ENTERPRISES

Statement of Changes in Fund Balances  
For the year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
Revenues and other additions:					
From operations and fees	\$ 25,959,300	\$ -	\$ -	\$ -	\$ 25,959,300
Investment income	(7,506)	(12,847)	(2,711)	-	(23,064)
Capitalized expenditures	-	-	-	5,106,604	5,106,604
Bond principal payments	-	-	-	1,110,114	1,110,114
State appropriations on behalf of system	2,139,734	-	-	-	2,139,734
Additional on behalf SURS allocation for unfunded liability	<u>2,338,110</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,338,110</u>
Total revenues and other additions	<u>30,429,638</u>	<u>(12,847)</u>	<u>(2,711)</u>	<u>6,216,718</u>	<u>36,630,798</u>
Expenditures and other deductions:					
Operations	26,555,427	-	-	-	26,555,427
Expenditures for plant facilities	-	5,600,781	-	-	5,600,781
Bond principal payments	-	-	1,110,114	-	1,110,114
Interest expense	-	-	648,428	-	648,428
Capital appreciation on bonds payable 1993A	-	-	-	275,468	275,468
Capital assets retired	-	-	-	867,337	867,337
Amortization of bond issuance cost	-	-	25,883	-	25,883
Amortization of deferred loss on refunding	<u>-</u>	<u>-</u>	<u>37,052</u>	<u>-</u>	<u>37,052</u>
Total expenditures and other deductions	<u>26,555,427</u>	<u>5,600,781</u>	<u>1,821,477</u>	<u>1,142,805</u>	<u>35,120,490</u>
Transfers - Additions/(deductions):					
Mandatory transfers:					
Bond principal and interest	(1,735,193)	-	1,735,193	-	-
Repair and replacement reserve	(196,630)	196,630	-	-	-
Nonmandatory transfers:					
Unexpended plant	-	-	-	(638,639)	(638,639)
Repair and replacement reserve	(4,159,043)	4,159,043	-	-	-
Edwardsville repair and replacement reserve	<u>-</u>	<u>373</u>	<u>-</u>	<u>-</u>	<u>373</u>
Total transfers, net	<u>(6,090,866)</u>	<u>4,356,046</u>	<u>1,735,193</u>	<u>(638,639)</u>	<u>(638,266)</u>
Net increase (decrease) for the year	(2,216,655)	(1,257,582)	(88,995)	4,435,274	872,042
Fund balances, July 1, 2003	<u>6,303,946</u>	<u>1,808,606</u>	<u>3,266,349</u>	<u>38,264,399</u>	<u>49,643,300</u>
Fund balances, June 30, 2004	<u>\$ 4,087,291</u>	45 <u>\$ 551,024</u>	<u>\$ 3,177,354</u>	<u>\$ 42,699,673</u>	<u>\$ 50,515,342</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT CENTER AUXILIARY ENTERPRISES

Balance Sheet  
June 30, 2004

<b>ASSETS</b>	<u>Revenue and Operation and Maintenance</u>	<u>Repair and Replacement Reserve</u>	<u>Bond and Interest Sinking Fund</u>	<u>Investment in Plant</u>	<u>Combined Total</u>
Cash	\$ -	\$ -	\$ 1,356	\$ -	\$ 1,356
Pooled cash and investments	1,208,673	759,567	-	-	1,968,240
Investment - U.S. Treasury Notes	-	-	514,804	-	514,804
Accounts receivable, net	250,784	-	-	-	250,784
Accrued interest receivable	-	-	4,497	-	4,497
Merchandise for resale	24,469	-	-	-	24,469
Prepaid expenses and other assets	2,280	-	-	-	2,280
Due from other funds	13,987	(462)	-	-	13,525
Investment in plant:					
Buildings	-	-	-	15,557,068	15,557,068
Equipment	-	-	-	363,669	363,669
Construction in Progress	-	-	-	186	186
Unamortized bond issuance cost	-	-	46,967	-	46,967
Unamortized bond premium	-	-	(14,002)	-	(14,002)
Unamortized deferred loss on refunding	-	-	71,564	-	71,564
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 1,500,193	\$ 759,105	\$ 625,186	\$ 15,920,923	\$ 18,805,407
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Accounts payable	\$ 3,120	\$ 26,355	\$ -	\$ -	\$ 29,475
Due to other funds	91,260	-	-	-	91,260
Accrued payroll	71,740	-	-	-	71,740
Other accrued liabilities	254,628	-	-	-	254,628
Deferred revenue	140,086	-	-	-	140,086
Accrued interest payable	-	-	18,824	-	18,824
Revenue bond payable	-	-	-	3,170,491	3,170,491
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	560,834	26,355	18,824	3,170,491	3,776,504
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances	939,359	732,750	606,362	12,750,432	15,028,903
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ 1,500,193	\$ 759,105	\$ 625,186	\$ 15,920,923	\$ 18,805,407
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State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES  
AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT CENTER AUXILIARY ENTERPRISES

Statement of Current Funds Revenues, Expenditures and Other Changes  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>
Revenues:	
Sales and services	\$ 4,516,010
Investment loss	(9,604)
State appropriations on behalf of system	762,042
Additional on behalf SURS allocation for unfunded liabilities	<u>959,349</u>
Total revenues	6,227,797
Expenditures:	
Salaries and wages	2,491,868
Merchandise for resale	152,633
Utilities	910,224
Maintenance and repairs	258,805
Other	272,280
State appropriations on behalf of system	762,042
Additional on behalf SURS allocation for unfunded liabilities	<u>959,349</u>
Total expenditures	<u>5,807,201</u>
Excess of revenues over expenditures	420,596
Transfers - deductions:	
Mandatory transfers:	
Bond principal and interest	(333,138)
Repair and replacement reserve	(37,875)
Nonmandatory transfers	
Repair and replacement reserve	<u>(321,769)</u>
Total transfers	<u>(692,782)</u>
Net decrease in fund balance	<u><u>\$ (272,186)</u></u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT CENTER AUXILIARY ENTERPRISES

Statement of Changes in Fund Balances  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
Revenues and other additions:					
From operations and fees	\$ 4,516,010	\$ -	\$ -	\$ -	\$ 4,516,010
Investment loss	(9,604)	(10,749)	(502)	-	(20,855)
Capitalized expenditures	-	-	-	45,954	45,954
Bond principal payments	-	-	-	249,029	249,029
State appropriations on behalf of system	762,042	-	-	-	762,042
Additional on behalf SURS allocation for unfunded liability	959,349	-	-	-	959,349
	<u>6,227,797</u>	<u>(10,749)</u>	<u>(502)</u>	<u>294,983</u>	<u>6,511,529</u>
Total revenues and other additions					
Expenditures and other deductions:					
Operations	5,807,201	-	-	-	5,807,201
Expenditures for plant facilities	-	105,485	-	-	105,485
Bond principal payments	-	-	249,029	-	249,029
Interest expense	-	-	86,139	-	86,139
Capital appreciation on bonds payable 1993A	-	-	-	77,504	77,504
Capital assets retired	-	-	-	25,298	25,298
Amortization of bond issuance cost	-	-	5,235	-	5,235
Amortization of deferred loss on refunding	-	-	10,425	-	10,425
	<u>5,807,201</u>	<u>105,485</u>	<u>350,828</u>	<u>102,802</u>	<u>6,366,316</u>
Total expenditures and other deductions					
Transfers - Additions/(deductions):					
Mandatory transfers:					
Bond principal and interest	(333,138)	-	333,138	-	-
Repair and replacement reserve	(37,875)	37,875	-	-	-
Nonmandatory transfers:					
Repair and replacement reserve	(321,769)	321,769	-	-	-
Edwardsville repair and replacement reserve	-	28	-	-	28
	<u>(692,782)</u>	<u>359,672</u>	<u>333,138</u>	<u>-</u>	<u>28</u>
Total transfers, net					
Net increase (decrease) for the year	(272,186)	243,438	(18,192)	192,181	145,241
Fund balances, July 1, 2003	<u>1,211,545</u>	<u>489,312</u>	<u>624,554</u>	<u>12,558,251</u>	<u>14,883,662</u>
Fund balances, June 30, 2004	<u>\$ 939,359</u>	<u>\$ 732,750</u>	<u>\$ 606,362</u>	<u>\$ 12,750,432</u>	<u>\$ 15,028,903</u>



State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT RECREATION CENTER, CHILD CARE CENTER, ATHLETIC FACILITIES  
AND STUDENT HEALTH PROGRAM AUXILIARY ENTERPRISES

Balance Sheet  
June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
<b>ASSETS</b>					
Cash	\$ -	\$ -	\$ 4,281	\$ -	\$ 4,281
Pooled cash and investments	2,162,192	528,061	-	-	2,690,253
Investment - U.S. Treasury Notes	-	-	1,625,882	-	1,625,882
Accounts receivable, net	417,277	-	-	-	417,277
Accrued interest receivable	-	-	14,200	-	14,200
Merchandise for resale	106,710	-	-	-	106,710
Prepaid expenses and other assets	292	-	-	-	292
Due from other funds	37,375	(321)	-	-	37,054
Investment in plant:					
Buildings	-	-	-	18,697,215	18,697,215
Equipment	-	-	-	581,969	581,969
Construction in Progress	-	-	-	478,120	478,120
Unamortized bond issuance cost	-	-	312,306	-	312,306
Unamortized bond premium	-	-	(43,154)	-	(43,154)
Unamortized bond discount	-	-	110,443	-	110,443
Total assets	<u>\$ 2,723,846</u>	<u>\$ 527,740</u>	<u>\$ 2,023,958</u>	<u>\$ 19,757,304</u>	<u>\$ 25,032,848</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 24,221	\$ -	\$ -	\$ -	\$ 24,221
Due to other funds	83,820	-	-	-	83,820
Accrued payroll	63,951	-	-	-	63,951
Other accrued liabilities	686,571	-	-	-	686,571
Deferred revenue	606,332	-	-	-	606,332
Accrued interest payable	-	-	137,515	-	137,515
Revenue bonds payable	-	-	-	7,118,999	7,118,999
Total liabilities	1,464,895	-	137,515	7,118,999	8,721,409
Fund balance	<u>1,258,951</u>	<u>527,740</u>	<u>1,886,443</u>	<u>12,638,305</u>	<u>16,311,439</u>
Total liabilities and fund balances	<u>\$ 2,723,846</u>	<u>\$ 527,740</u>	<u>\$ 2,023,958</u>	<u>\$ 19,757,304</u>	<u>\$ 25,032,848</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES  
AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT RECREATION CENTER, CHILD CARE CENTER,  
ATHLETIC FACILITIES AND STUDENT HEALTH PROGRAM  
AUXILIARY ENTERPRISES

Statement of Current Funds, Revenues, Expenditures and  
Other Changes  
Year ended June 30, 2004

	<u>Revenue and Operation and Maintenance</u>
Revenues:	
Operations and fees	\$ 10,223,719
Investment income	2,583
State appropriations on behalf of system	1,790,198
Additional on behalf SURS allocation for unfunded liability	<u>2,324,404</u>
Total revenues	14,340,904
Expenditures:	
Salaries and wages	5,963,032
Merchandise for resale	88,745
Utilities	657,611
Maintenance and repairs	397,802
Other	1,787,121
State appropriations on behalf of system	1,790,198
Additional on behalf SURS allocation for unfunded liability	<u>2,324,404</u>
Total expenditures	<u>13,008,913</u>
Excess of revenues over expenditures	1,331,991
Transfers - additions/(deductions):	
Mandatory transfers:	
Bond principal and interest	(1,098,021)
Repair and replacement reserve	(101,660)
Nonmandatory transfers:	
Repair and replacement reserve	(266,842)
Athletic facilities repair and replacement reserve	160,400
Other Auxiliary Student Health Program	<u>(20,000)</u>
Total transfers, net	<u>(1,326,123)</u>
Net increase in fund balance	<u><u>\$ 5,868</u></u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT RECREATION CENTER, CHILD CARE CENTER, ATHLETIC FACILITIES  
AND STUDENT HEALTH PROGRAM AUXILIARY ENTERPRISES

Statement of Changes in Fund Balance  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
Revenues and other additions:					
From operations and fees	\$ 10,223,719	\$ -	\$ -	\$ -	\$ 10,223,719
Investment income (loss)	2,583	(5,950)	(1,594)	-	(4,961)
Capitalized expenditures	-	-	-	529,969	529,969
Bond principal payments	-	-	-	489,261	489,261
State appropriations on behalf of system	1,790,198	-	-	-	1,790,198
Additional on behalf SURS allocation for unfunded liability	2,324,404	-	-	-	2,324,404
Total revenues and other additions	<u>14,340,904</u>	<u>(5,950)</u>	<u>(1,594)</u>	<u>1,019,230</u>	<u>15,352,590</u>
Expenditures and other deductions:					
Operations	13,008,913	-	-	-	13,008,913
Expenditures for plant facilities	-	59,862	-	-	59,862
Bond principal payments	-	-	489,261	-	489,261
Interest expense	-	-	610,001	-	610,001
Capital appreciation on bonds payable 1993A	-	-	-	119,611	119,611
For defeasance	-	-	-	2,719	2,719
Amortization of bond issuance cost	-	-	18,264	-	18,264
Amortization of deferred loss on refunding	-	-	16,089	-	16,089
Total expenditures and other deductions	<u>13,008,913</u>	<u>59,862</u>	<u>1,133,615</u>	<u>122,330</u>	<u>14,324,720</u>
Transfers - Additions/(deductions):					
Mandatory transfers:					
Bond principal and interest	(1,098,021)	-	1,098,021	-	-
Repair and replacement reserve	(101,660)	101,660	-	-	-
Nonmandatory transfers:					
Unexpended plant	-	-	-	(478,120)	(478,120)
Repair and replacement reserve	(266,842)	266,842	-	-	-
Edwardsville repair and replacement reserve	-	28	-	-	28
Athletic facilities repair and replacement reserve	160,400	-	-	-	160,400
Other Auxiliary Student Health Program	(20,000)	-	-	-	(20,000)
Total transfers, net	<u>(1,326,123)</u>	<u>368,530</u>	<u>1,098,021</u>	<u>(478,120)</u>	<u>(337,692)</u>
Net increase (decrease) for the year	5,868	302,718	(37,188)	418,780	690,178
Fund balances, July 1, 2003	<u>1,253,083</u>	<u>225,022</u>	<u>1,923,631</u>	<u>12,219,525</u>	<u>15,621,261</u>
Fund balances, June 30, 2004	<u>\$ 1,258,951</u>	<u>\$ 527,740</u>	<u>\$ 1,886,443</u>	<u>\$ 12,638,305</u>	<u>\$ 16,311,439</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES  
MEDICAL FACILITIES SYSTEM

Balance Sheet  
June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
<b>ASSETS</b>					
Cash	\$ 307,110	\$ 372,033	\$ 15,526	\$ -	\$ 694,669
Pooled cash and investments	-	(255)	1,945,338	-	1,945,083
Accounts receivable-net	1,527,087	-	-	-	1,527,087
Accrued interest receivable	-	4,374	39,325	-	43,699
Notes Receivable	-	206,546	-	-	206,546
Due from other funds	-	(192)	-	-	(192)
Merchandise for resale	29,850	-	-	-	29,850
Investment in plant:					
Land	-	-	-	376,542	376,542
Buildings	-	-	-	15,029,679	15,029,679
Equipment	-	-	-	4,015,623	4,015,623
Unamortized bond issuance cost	-	-	451,030	-	451,030
Unamortized bond discount	-	-	61,362	-	61,362
Total assets	<u>\$ 1,864,047</u>	<u>\$ 582,506</u>	<u>\$ 2,512,581</u>	<u>\$ 19,421,844</u>	<u>\$ 24,380,978</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 67,183	\$ -	\$ -	\$ 79,167	\$ 146,350
Due to other funds	207,957	45,000	-	-	252,957
Accrued payroll	(11,143)	-	-	-	(11,143)
Other accrued liabilities	1,939,950	-	-	-	1,939,950
Deferred revenue	-	201,379	-	-	201,379
Accrued interest payable	-	-	223,043	-	223,043
Total current liabilities	2,203,947	246,379	223,043	79,167	2,752,536
Revenue bonds payable	-	-	-	15,380,000	15,380,000
Fund balances (deficit)	<u>(339,900)</u>	<u>336,127</u>	<u>2,289,538</u>	<u>3,962,677</u>	<u>6,248,442</u>
Total liabilities and fund balances	<u>\$ 1,864,047</u>	<u>\$ 582,506</u>	<u>\$ 2,512,581</u>	<u>\$ 19,421,844</u>	<u>\$ 24,380,978</u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES  
MEDICAL FACILITIES SYSTEM

Statement of Current Funds Revenues, Expenditures and Other Changes  
year ended June 30, 2004

	<u>Revenue and Operation and Maintenance</u>
Revenues:	
Medical Facilities System	\$ 21,673,393
Investment income	36,762
State appropriations on behalf of the system	5,773,741
Additional on behalf SURS allocation for unfunded liability	<u>6,812,747</u>
 Total revenues	 34,296,643
 Expenditures:	
Salaries and wages	14,488,797
Contractual Services	4,762,523
Other	1,218,474
State appropriations on behalf of the system	5,773,741
Additional on behalf SURS allocation for unfunded liability	<u>6,812,747</u>
 Total expenditures	 <u>33,056,282</u>
 Excess of revenues over expenditures	 1,240,361
 Transfers - Additions/(deductions):	
Mandatory transfers:	
Bond principal and interest	(1,170,575)
Repair and replacement reserve	(161,989)
Nonmandatory transfers:	
Repair and replacement reserve	<u>76,953</u>
 Total transfers, net	 <u>(1,255,611)</u>
 Net decrease in fund balance	 <u><u>\$ (15,250)</u></u>

State of Illinois  
Southern Illinois University at Carbondale

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES  
MEDICAL FACILITIES SYSTEM

Statement of Changes in Fund Balances  
year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
Revenues and other additions:					
From operations and fees	\$ 21,673,393	\$ -	\$ -	\$ -	\$ 21,673,393
Investment income	36,762	(9,292)	(750)	-	26,720
Other nonoperating revenue	-	27,000	-	-	27,000
Capitalized expenditures	-	-	-	372,357	372,357
Bond principal payments	-	-	-	260,000	260,000
State appropriations on behalf of system	5,773,741	-	-	-	5,773,741
Additional on behalf SURS allocation for unfunded liability	6,812,747	-	-	-	6,812,747
Total revenues and other additions	34,296,643	17,708	(750)	632,357	34,945,958
Expenditures and other deductions:					
Operations	33,056,282	378,468	-	-	33,434,750
Bond principal payments	-	-	260,000	-	260,000
Interest expense	-	-	906,330	-	906,330
Capital assets retired	-	-	-	61,931	61,931
Amortization of bond issuance cost	-	-	24,055	-	24,055
Total expenditures and other deductions	33,056,282	378,468	1,190,385	61,931	34,687,066
Transfers - Additions/(deductions):					
Mandatory transfers:					
Bond principal and interest	(1,170,575)	-	1,170,575	-	-
Repair and replacement reserve	(161,989)	161,989	-	-	-
Nonmandatory transfers:					
Repair and replacement reserve	76,953	-	(76,953)	-	-
Total transfers, net	(1,255,611)	161,989	1,093,622	-	-
Net increase (decrease) for the year	(15,250)	(198,771)	(97,513)	570,426	258,892
Fund balances (deficit), July 1, 2003	(324,650)	534,898	2,387,051	3,392,251	5,989,550
Fund balances (deficit), June 30, 2004	<u>\$ (339,900)</u>	<u>\$ 336,127</u>	<u>\$ 2,289,538</u>	<u>\$ 3,962,677</u>	<u>\$ 6,248,442</u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES

Entity Balance Sheets  
June 30, 2004

	Academic Affairs <u>Activities</u>	Student Fee <u>Activities</u>	Administrative Services <u>Activities</u>	Funded <u>Debt</u>
<b>ASSETS</b>				
Current funds:				
Share of pooled cash and investments	\$ 2,005,065	\$ 1,478,470	\$ (242,966)	\$ 3,512,661
Interfund receivables	5,042	19,632	1,332,196	217,419
Accounts receivable - net	406,949	329,618	241,574	618,201
Accrued interest receivable	-	(42)	-	(193)
Inventories	527,748	1,441,695	237,523	870,605
Prepaid expense	<u>-</u>	<u>3,045</u>	<u>3,507</u>	<u>13,997</u>
Total current funds	<u>\$ 2,944,804</u>	<u>\$ 3,272,418</u>	<u>\$ 1,571,834</u>	<u>\$ 5,232,690</u>
Plant funds:				
Share of pooled cash and investments	\$ 531,343	\$ 94,712	\$ -	\$ (395,364)
Accrued interest receivable	(8)	(13)	-	-
Improvements	-	-	-	4,304,711
Equipment	<u>4,279,875</u>	<u>519,037</u>	<u>12,401,213</u>	<u>1,083,311</u>
Total plant funds	<u>\$ 4,811,210</u>	<u>\$ 613,736</u>	<u>\$ 12,401,213</u>	<u>\$ 4,992,658</u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED

Entity Balance Sheets - Continued  
June 30, 2004

	<u>Academic Affairs Activities</u>	<u>Student Fee Activities</u>	<u>Administrative Services Activities</u>	<u>Funded Debt</u>
<b>LIABILITIES AND FUND BALANCES (DEFICIT)</b>				
Current funds:				
Liabilities:				
Accounts payable	\$ 134,862	\$ 356,155	\$ 1,497,916	\$ 405,074
Accrued payroll	8,574	20,947	326,463	188,240
Deferred revenue	123,700	376,749	-	1,450,383
Refundable deposits	-	-	-	250,637
Accrued compensated absences	100,485	205,741	835,617	551,818
Interfund payables	90,212	9,159	100,380	411,629
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	457,833	968,751	2,760,376	3,257,781
Fund balance (deficit)	2,486,971	2,303,667	(1,188,542)	1,974,909
	<hr/>	<hr/>	<hr/>	<hr/>
Total current funds	<u>\$ 2,944,804</u>	<u>\$ 3,272,418</u>	<u>\$ 1,571,834</u>	<u>\$ 5,232,690</u>
Plant funds:				
Liabilities:				
Accounts payable	\$ -	\$ 3,749	\$ -	\$ 2,619,126
Interfund payable	5,520	-	-	57
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	5,520	3,749	-	2,619,183
Fund balances:				
Unexpended plant (deficit)	-	(339,076)	-	(3,014,547)
Renewals and replacements	525,815	430,026	-	-
Investment in plant	4,279,875	519,037	12,401,213	5,388,022
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	4,805,690	609,987	12,401,213	2,373,475
	<hr/>	<hr/>	<hr/>	<hr/>
Total plant funds	<u>\$ 4,811,210</u>	<u>\$ 613,736</u>	<u>\$ 12,401,213</u>	<u>\$ 4,992,658</u>



State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED

Entity Statements of Current Funds, Revenue, Expenditures and  
Other Changes  
Year ended June 30, 2004

	Academic Affairs <u>Activities</u>	Student Fee <u>Activities</u>	Administrative Services <u>Activities</u>	Funded Debt
Revenues:				
Sales	\$ 794,447	\$ 1,063,698	\$ 827,678	\$ 9,513,134
Fees	4,478,976	6,057,418	1,631,611	7,335,848
Services	39,577	-	21,663,803	-
Investment income	13	2,100	91,128	25,109
Rentals	145,376	14,908	85,275	10,279,620
Other income	693,284	205,570	615,232	516,203
	<u>6,151,673</u>	<u>7,343,694</u>	<u>24,914,727</u>	<u>27,669,914</u>
Total revenue				
Expenditures:				
Salaries	1,395,190	2,026,678	7,575,815	5,691,543
Wages	35,570	277,727	77,498	1,271,230
Travel	93,447	186,510	41,635	54,283
Equipment	376,483	180,758	980,458	478,344
Commodities	1,070,906	401,590	669,501	494,994
Contractual services	1,726,690	1,443,825	10,418,780	5,248,781
Awards and grants	308,450	338,733	9,604	2,828
Operation of auto	11,458	52,911	453,503	102,312
Telecommunications	97,894	86,836	1,995,968	697,173
Other	707,256	2,391,711	3,281,174	5,186,994
	<u>5,823,344</u>	<u>7,387,279</u>	<u>25,503,936</u>	<u>19,228,482</u>
Total expenditures				
Net increase (decrease) before transfers	<u>328,329</u>	<u>(43,585)</u>	<u>(589,209)</u>	<u>8,441,432</u>
Transfers - additions (deductions):				
University initiatives	-	-	66,784	-
To equipment reserve	-	(166,925)	-	-
SDM to Equipment Reserve	(100,000)	-	-	-
Debt service and renewals and replacements	-	-	-	(8,508,469)
Other transfers	103,872	-	-	-
	<u>3,872</u>	<u>(166,925)</u>	<u>66,784</u>	<u>(8,508,469)</u>
Total transfers - net				
Net increase (decrease) for the year	<u>\$ 332,201</u>	<u>\$ (210,510)</u>	<u>\$ (522,425)</u>	<u>\$ (67,037)</u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED

Entity Statements of Changes in Fund Balances (Deficit)  
Year ended June 30, 2004

	Academic Affairs <u>Activities</u>	Student Fee <u>Activities</u>	Administrative Services <u>Activities</u>	Funded <u>Debt</u>
Current funds:				
Revenues	\$ 6,151,673	\$ 7,343,694	\$ 24,914,727	\$ 27,669,914
Expenditures	(5,823,344)	(7,387,279)	(25,503,936)	(19,228,482)
Transfers, net additions (deductions)	<u>3,872</u>	<u>(166,925)</u>	<u>66,784</u>	<u>(8,508,469)</u>
Net increase (decrease) for the year	332,201	(210,510)	(522,425)	(67,037)
Fund balances (deficit), July 1, 2003	<u>2,154,770</u>	<u>2,514,177</u>	<u>(666,117)</u>	<u>2,041,946</u>
Fund balances (deficit), June 30, 2004	<u><u>\$ 2,486,971</u></u>	<u><u>\$ 2,303,667</u></u>	<u><u>\$ (1,188,542)</u></u>	<u><u>\$ 1,974,909</u></u>
Plant funds:				
Investment income	\$ 8,940	\$ 5,561	\$ -	\$ -
Value of investment	(2,870)	(4,566)	-	-
Capital asset additions-net	30,507	170,675	336,682	788,576
Expenditures	(225,071)	(330,278)	-	(6,324,928)
Transfers, net additions	<u>100,000</u>	<u>166,870</u>	<u>-</u>	<u>4,286,944</u>
Net increase (decrease) for the year	(88,494)	8,262	336,682	(1,249,408)
Fund balances, July 1, 2003	<u>4,894,184</u>	<u>601,725</u>	<u>12,064,531</u>	<u>3,622,883</u>
Fund balances, June 30, 2004	<u><u>\$ 4,805,690</u></u>	<u><u>\$ 609,987</u></u>	<u><u>\$ 12,401,213</u></u>	<u><u>\$ 2,373,475</u></u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
HOUSING AUXILIARY ENTERPRISES

Balance Sheet  
June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Unexpended <u>Plant</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
<b>ASSETS</b>						
Cash	\$ -	\$ -	\$ -	\$ 18,128	\$ -	\$ 18,128
Pooled cash and investments	1,543,926	543	(258,872)	-	-	1,285,597
Investments:						
U.S. Treasury Notes	-	-	-	5,376,561	-	5,376,561
Accounts receivable, net	166,619	-	-	-	-	166,619
Accrued interest receivable	(121)	-	-	51,455	-	51,334
Prepaid expenses and other assets	11,697	-	-	1,012,571	-	1,024,268
Investment in plant:				-		
Construction in progress	-	-	-	-	1,474,456	1,474,456
Buildings	-	-	-	-	66,698,432	66,698,432
Equipment	-	-	-	-	515,347	515,347
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 1,722,121</u>	<u>\$ 543</u>	<u>\$ (258,872)</u>	<u>\$ 6,458,715</u>	<u>\$ 68,688,235</u>	<u>\$ 76,610,742</u>
<b>LIABILITIES AND FUND BALANCES (DEFICIT)</b>						
Liabilities						
Accounts payable	\$ 300,314	\$ -	\$ 54,335	\$ -	\$ -	\$ 354,649
Accrued liabilities	264,086	-	-	-	-	264,086
Accrued interest payable	-	-	-	214,227	-	214,227
Deferred revenue and deposits	1,156,782	-	-	-	-	1,156,782
Revenue bonds payable	-	-	-	-	66,148,086	66,148,086
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	1,721,182	-	54,335	214,227	66,148,086	68,137,830
Fund balances (deficit)	<hr/> 939	<hr/> 543	<hr/> (313,207)	<hr/> 6,244,488	<hr/> 2,540,149	<hr/> 8,472,912
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances (deficit)	<u>\$ 1,722,121</u>	<u>\$ 543</u>	<u>\$ (258,872)</u>	<u>\$ 6,458,715</u>	<u>\$ 68,688,235</u>	<u>\$ 76,610,742</u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES  
AND AUXILIARY ENTERPRISES - CONTINUED  
HOUSING AUXILIARY ENTERPRISES

Statement of Current Funds, Revenues, Expenditures and  
Other Changes  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>
Revenues:	
Operations	\$ 10,780,640
Payments on behalf of the system	635,483
Investment income	<u>5,730</u>
Total revenues	<u>11,421,853</u>
Expenditures:	
Salaries and wages	3,301,805
Utilities	1,411,020
Maintenance and repairs	934,765
Other	465,439
Administrative	<u>883,367</u>
Total expenditures	<u>6,996,396</u>
Excess of revenues over expenditures	4,425,457
Transfers - additions (deductions)	
Mandatory transfers:	
Bond principal and interest	(2,905,514)
Repair and replacement reserve	(451,437)
Nonmandatory transfers:	
Between units	165,000
Repair and replacement reserve	<u>(1,600,470)</u>
Total transfers - net	<u>(4,792,421)</u>
Net decrease in fund balance	<u><u>\$ (366,964)</u></u>

State of Illinois  
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FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
HOUSING AUXILIARY ENTERPRISES

Statement of Changes in Fund Balances (Deficit)  
Year ended June 30, 2004

	Revenue and Operation and Maintenance	Unexpended Plant	Repair and Replacement Reserve	Bond and Interest Sinking Fund	Investment in Plant	Combined Total
Revenues and other additions:						
From operations and fees	\$ 10,780,640	\$ -	\$ -	\$ -	\$ -	\$ 10,780,640
Payments on behalf of the system	635,483	-	-	-	-	635,483
Investment income	5,730	-	15,920	206,120	-	227,770
Net increase in the fair market value of investments	-	-	-	(244,975)	-	(244,975)
Capitalized expenditures	-	-	-	-	1,162,748	1,162,748
Bond principal payments	-	-	-	-	3,060,672	3,060,672
Total revenues and other additions	<u>11,421,853</u>	<u>-</u>	<u>15,920</u>	<u>(38,855)</u>	<u>4,223,420</u>	<u>15,622,338</u>
Expenditures and other deductions:						
Operations	6,996,396	-	-	-	-	6,996,396
Bond principal payments	-	-	-	3,060,672	-	3,060,672
Interest expense	-	-	-	963,718	-	963,718
Accretion	-	-	-	-	2,620,450	2,620,450
Impairment loss	-	-	-	-	4,620,628	4,620,628
Expenditures for plant facilities - capitalized	-	-	2,310,621	-	-	2,310,621
Capital assets retired	-	-	-	-	79,215	79,215
Amortization of bond issuance cost	-	-	-	65,252	-	65,252
Amortization of deferred amount on refunding	-	-	-	65,696	-	65,696
Total expenditures and other deductions	<u>6,996,396</u>	<u>-</u>	<u>2,310,621</u>	<u>4,155,338</u>	<u>7,320,293</u>	<u>20,782,648</u>
Transfers - additions/(deductions):						
Mandatory transfers:						
Bond principal and interest	(2,905,514)	-	-	2,905,512	-	(2)
Repair and replacement reserve	(451,437)	-	451,438	-	-	1
Nonmandatory transfers:						
Between units	165,000	-	-	-	-	165,000
Repair and replacement reserve	<u>(1,600,470)</u>	<u>-</u>	<u>1,599,953</u>	<u>-</u>	<u>-</u>	<u>(517)</u>
Total transfers, net	<u>(4,792,421)</u>	<u>-</u>	<u>2,051,391</u>	<u>2,905,512</u>	<u>-</u>	<u>164,482</u>
Net decrease for the year	(366,964)	-	(243,310)	(1,288,681)	(3,096,873)	(4,995,828)
Fund balance (deficit), June 30, 2003, as previously reported	367,903	543	(69,897)	7,533,169	(11,717,138)	(3,885,420)
<sup>(1)</sup> Prior period adjustment	-	-	-	-	17,354,160	17,354,160
Fund balance (deficit), June 30, 2003, as restated	<u>367,903</u>	<u>543</u>	<u>(69,897)</u>	<u>7,533,169</u>	<u>5,637,022</u>	<u>13,468,740</u>
Fund balance (deficit), June 30, 2004	<u>\$ 939</u>	<u>\$ 543</u>	<u>\$ (313,207)</u>	<u>\$ 6,244,488</u>	<u>\$ 2,540,149</u>	<u>\$ 8,472,912</u>

<sup>(1)</sup> The fund balance at June 30, 2003, has been restated to correct an error in recording a major renovation of the Edwardsville Cougar Village Apartment complex in 2001. The project was expensed rather than capitalized. The cost of the renovation was \$ 17,354,160.

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT FITNESS CENTER AUXILIARY ENTERPRISES

Balance Sheet  
June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
<b>ASSETS</b>					
Cash	\$ -	\$ -	\$ 2,610	\$ -	\$ 2,610
Pooled cash and investments	297,851	1,308,793	-	-	1,606,644
Investments:					
U.S. Treasury Notes	-	-	774,012	-	774,012
Accounts receivable, net	47,807	-	-	-	47,807
Accrued interest receivable	(1)	(796)	7,407	-	6,610
Prepaid expenses and other assets	-	-	145,770	-	145,770
Investment in plant:					
Buildings	-	-	-	5,738,607	5,738,607
Equipment	-	-	-	124,271	124,271
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 345,657</u>	<u>\$ 1,307,997</u>	<u>\$ 929,799</u>	<u>\$ 5,862,878</u>	<u>\$ 8,446,331</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Accounts payable	\$ 52,816	\$ 19,834	\$ -	\$ -	\$ 72,650
Accrued liabilities	21,075	-	-	-	21,075
Accrued interest payable	-	-	30,840	-	30,840
Deferred revenue and deposits	189,650	-	-	-	189,650
Revenue bonds payable	-	-	-	5,160,757	5,160,757
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	263,541	19,834	30,840	5,160,757	5,474,972
Fund balances	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	82,116	1,288,163	898,959	702,121	2,971,359
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$ 345,657</u>	<u>\$ 1,307,997</u>	<u>\$ 929,799</u>	<u>\$ 5,862,878</u>	<u>\$ 8,446,331</u>

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FINANCIAL STATEMENTS FOR ENTITIES  
AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT FITNESS CENTER AUXILIARY ENTERPRISES

Statement of Current Funds, Revenues, Expenditures and  
Other Changes  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>
Revenues:	
Operations	\$ 201,550
Fees	1,311,668
Payments on behalf of the system	87,446
Investment income	<u>4,306</u>
Total revenues	<u>1,604,970</u>
Expenditures:	
Salaries and wages	483,040
Utilities	106,362
Maintenance and repairs	101,780
Other	67,224
Administrative	<u>181,131</u>
Total expenditures	<u>939,537</u>
Excess of revenues over expenditures	<u>665,433</u>
Transfers - deductions:	
Mandatory transfers:	
Bond principal and interest	(478,184)
Repair and replacement reserve	(54,284)
Nonmandatory transfers:	
Repair and replacement reserve	<u>(151,797)</u>
Total transfers	<u>(684,265)</u>
Net decrease in fund balance	<u><u>\$ (18,832)</u></u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
STUDENT FITNESS CENTER AUXILIARY ENTERPRISES

Statement of Changes in Fund Balances  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
Revenues and other additions:					
From operations and fees	\$ 1,513,218	\$ -	\$ -	\$ -	\$ 1,513,218
Payments on behalf of the system	87,446	-	-	-	87,446
Investment income	4,306	(9,212)	25,474	-	20,568
Net increase in the fair market value of investments	-	-	(30,276)	-	(30,276)
Capitalized expenditures	-	-	-	(3,162)	(3,162)
Bond principal payments	-	-	-	378,261	378,261
Total revenues and other additions	<u>1,604,970</u>	<u>(9,212)</u>	<u>(4,802)</u>	<u>375,099</u>	<u>1,966,055</u>
Expenditures and other deductions:					
Operations	939,537	-	-	-	939,537
Bond principal payments	-	-	378,261	-	378,261
Interest expense	-	-	119,104	-	119,104
Accretion	-	-	-	155,691	155,691
Expenditures for plant facilities-non cap	-	133,303	-	-	133,303
Capital assets retired	-	-	-	10,990	10,990
Amortization of bond issuance cost	-	-	8,065	-	8,065
Total expenditures and other deductions	<u>939,537</u>	<u>133,303</u>	<u>505,430</u>	<u>166,681</u>	<u>1,744,951</u>
Transfers - Additions/(deductions):					
Mandatory transfers:					
Bond principal and interest	(478,184)	-	478,184	-	-
Repair and replacement reserve	(54,284)	54,284	-	-	-
Nonmandatory transfers:					
Repair and replacement reserve	<u>(151,797)</u>	<u>151,826</u>	<u>-</u>	<u>-</u>	<u>29</u>
Total transfers, net	<u>(684,265)</u>	<u>206,110</u>	<u>478,184</u>	<u>-</u>	<u>29</u>
Net increase (decrease) for the year	(18,832)	63,595	(32,048)	208,418	221,133
Fund balance, July 1, 2003	<u>100,948</u>	<u>1,224,568</u>	<u>931,007</u>	<u>493,703</u>	<u>2,750,226</u>
Fund balance, June 30, 2004	<u>\$ 82,116</u>	<u>\$ 1,288,163</u>	<u>\$ 898,959</u>	<u>\$ 702,121</u>	<u>\$ 2,971,359</u>



State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
TRAFFIC AND PARKING AUXILIARY ENTERPRISES

Balance Sheet  
June 30, 2004

<b>ASSETS</b>	<u>Revenue and Operation and Maintenance</u>	<u>Repair and Replacement Reserve</u>	<u>Bond and Interest Sinking Fund</u>	<u>Investment in Plant</u>	<u>Combined Total</u>
Cash	\$ -	\$ -	\$ 4,735	\$ -	\$ 4,735
Pooled cash and investments	614,235	436,964	-	-	1,051,199
Investments:					
U.S. Treasury Notes	-	-	1,404,480	-	1,404,480
Accounts receivable, net	80,666	-	-	-	80,666
Accrued interest receivable	(23)	(266)	13,441	-	13,152
Prepaid expenses and other assets	-	-	264,507	-	264,507
Investment in plant:					
Construction in progress	-	-	-	180,194	180,194
Improvements	-	-	-	4,263,744	4,263,744
Equipment	-	-	-	155,875	155,875
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 694,878</u>	<u>\$ 436,698</u>	<u>\$ 1,687,163</u>	<u>\$ 4,599,813</u>	<u>\$ 7,418,552</u>
 <b>LIABILITIES AND FUND BALANCES (DEFICIT)</b>					
Liabilities					
Accounts payable	\$ 21,127	\$ -	\$ -	\$ -	\$ 21,127
Accrued liabilities	35,683	-	-	-	35,683
Accrued interest payable	-	-	55,961	-	55,961
Revenue bonds payable	-	-	-	8,385,543	8,385,543
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	56,810	-	55,961	8,385,543	8,498,314
Fund balances (deficit)	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	638,068	436,698	1,631,202	(3,785,730)	(1,079,762)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances (deficit)	<u>\$ 694,878</u>	<u>\$ 436,698</u>	<u>\$ 1,687,163</u>	<u>\$ 4,599,813</u>	<u>\$ 7,418,552</u>

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FINANCIAL STATEMENTS FOR ENTITIES  
AND AUXILIARY ENTERPRISES - CONTINUED  
TRAFFIC AND PARKING AUXILIARY ENTERPRISES

Statement of Current Funds, Revenues, Expenditures and  
Other Changes  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>
Revenues:	
Sales and services	\$ 2,093,566
Payments on behalf of the system	185,022
Investment income	<u>3,645</u>
Total revenues	<u>2,282,233</u>
Expenditures:	
Salaries and wages	578,847
Utilities	77,056
Maintenance and repairs	345,920
Other	104,825
Administrative	<u>402,802</u>
Total expenditures	<u>1,509,450</u>
Excess of revenues over expenditures	<u>772,783</u>
Transfers - additions (deductions)	
Mandatory transfers:	
Bond principal and interest	(727,670)
Repair and replacement reserve	(82,417)
Nonmandatory transfers:	
Repair and replacement reserve	<u>43,691</u>
Total transfers - net	<u>(766,396)</u>
Net increase in fund balance	<u><u>\$ 6,387</u></u>

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FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
TRAFFIC AND PARKING AUXILIARY ENTERPRISES

Statement of Changes in Fund Balances (Deficit)  
Year ended June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
Revenues and other additions:					
From operations and fees	\$ 2,093,566	\$ -	\$ -	\$ -	\$ 2,093,566
Payments on behalf of the system	185,022	-	-	-	185,022
Investment income	3,645	9,602	54,701	-	67,948
Net increase in the fair market value of investments	-	-	(65,012)	-	(65,012)
Capitalized expenditures	-	-	-	149,511	149,511
Bond principal payments	-	-	-	812,242	812,242
Total revenues and other additions	<u>2,282,233</u>	<u>9,602</u>	<u>(10,311)</u>	<u>961,753</u>	<u>3,243,277</u>
Expenditures and other deductions:					
Operations	1,509,450	-	-	-	1,509,450
Bond principal payments	-	-	812,242	-	812,242
Interest expense	-	-	255,752	-	255,752
Accretion	-	-	-	647,661	647,661
Expenditures for plant facilities capitalized	-	187,349	-	-	187,349
Expenditures for plant facilities noncapitalized	-	52,135	-	-	52,135
Capital assets retired	-	-	-	17,678	17,678
Amortization of bond issuance cost	-	-	17,317	-	17,317
Total expenditures and other deductions	<u>1,509,450</u>	<u>239,484</u>	<u>1,085,311</u>	<u>665,339</u>	<u>3,499,584</u>
Transfers - additions/(deductions):					
Mandatory transfers:					
Bond principal and interest	(727,670)	-	727,670	-	-
Repair and replacement reserve	(82,417)	82,417	-	-	-
Nonmandatory transfers:					
Repair and replacement reserve	<u>43,691</u>	<u>(43,663)</u>	<u>-</u>	<u>-</u>	<u>28</u>
Total transfers, net	<u>(766,396)</u>	<u>38,754</u>	<u>727,670</u>	<u>-</u>	<u>28</u>
Net increase (decrease) for the year	6,387	(191,128)	(367,952)	296,414	(256,279)
Fund balance (deficit), July 1, 2003	<u>631,681</u>	<u>627,826</u>	<u>1,999,154</u>	<u>(4,082,144)</u>	<u>(823,483)</u>
Fund balance (deficit), June 30, 2004	<u>\$ 638,068</u>	<u>\$ 436,698</u>	<u>\$ 1,631,202</u>	<u>\$ (3,785,730)</u>	<u>\$ (1,079,762)</u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
UNIVERSITY CENTER AUXILIARY ENTERPRISES

Balance Sheet  
June 30, 2004

	Revenue and Operation and <u>Maintenance</u>	Unexpended <u>Plant</u>	Repair and Replacement <u>Reserve</u>	Bond and Interest <u>Sinking Fund</u>	Investment in <u>Plant</u>	Combined <u>Total</u>
<b>ASSETS</b>						
Cash	\$ -	\$ -	\$ -	\$ 8,276	\$ -	\$ 8,276
Pooled cash and investments	1,056,649	(395,364)	1,492,263	-	-	2,153,548
U.S. Treasury Notes	-	-	-	2,454,601	-	2,454,601
Accounts receivable, net	323,108	-	-	-	-	323,108
Accrued interest receivable	(48)	-	(750)	23,491	-	22,693
Prepaid expenses and other assets	2,300	-	-	462,277	-	464,577
Merchandise for resale	870,605	-	-	-	-	870,605
Investment in plant:						
Buildings	-	-	-	-	24,660,902	24,660,902
Improvements	-	-	-	-	40,966	40,966
Equipment	-	-	-	-	412,090	412,090
Total assets	<u>\$ 2,252,614</u>	<u>\$ (395,364)</u>	<u>\$ 1,491,513</u>	<u>\$ 2,948,645</u>	<u>\$ 25,113,958</u>	<u>\$ 31,411,366</u>
<b>LIABILITIES AND FUND BALANCE (DEFICIT)</b>						
Liabilities						
Accounts payable	\$ 225,027	\$ 229,215	\$ 88	\$ -	\$ -	\$ 454,330
Accrued liabilities	419,214	-	-	-	-	419,214
Accrued interest payable	-	-	-	97,804	-	97,804
Deferred revenue and deposits	354,587	-	-	-	-	354,587
Revenue bonds payable	-	-	-	-	16,342,969	16,342,969
Total liabilities	998,828	229,215	88	97,804	16,342,969	17,668,904
Fund balance (deficit)	<u>1,253,786</u>	<u>(624,579)</u>	<u>1,491,425</u>	<u>2,850,841</u>	<u>8,770,989</u>	<u>13,742,462</u>
Total liabilities and fund balance (deficit)	<u>\$ 2,252,614</u>	<u>\$ (395,364)</u>	<u>\$ 1,491,513</u>	<u>\$ 2,948,645</u>	<u>\$ 25,113,958</u>	<u>\$ 31,411,366</u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES  
AND AUXILIARY ENTERPRISES - CONTINUED  
UNIVERSITY CENTER AUXILIARY ENTERPRISES

Statement of Current Funds, Revenues, Expenditures and  
Other Changes  
Year ended June 30, 2004

	<u>Revenue and Operation and Maintenance</u>
Revenues:	
Sales and services	\$ 9,240,124
Fees	4,142,051
Payments on behalf of the system	1,268,443
Investment income	<u>11,427</u>
Total revenues	<u>14,662,045</u>
Expenditures:	
Salaries and wages	4,713,443
Merchandise for resale	3,990,023
Utilities	608,019
Maintenance and repairs	770,602
Other	746,113
Administrative	<u>1,256,083</u>
Total expenditures	<u>12,084,283</u>
Excess of revenues over expenditures	<u>2,577,762</u>
Transfers - deductions:	
Mandatory transfers:	
Bond principal and interest	(1,621,179)
Repair and replacement reserve	(181,465)
Nonmandatory transfers:	
Between units	(165,000)
Repair and replacement reserve	<u>(297,745)</u>
Total transfers	<u>(2,265,389)</u>
Net increase in fund balance	<u><u>\$ 312,373</u></u>

State of Illinois  
Southern Illinois University at Edwardsville

FINANCIAL STATEMENTS FOR ENTITIES AND AUXILIARY ENTERPRISES - CONTINUED  
UNIVERSITY CENTER AUXILIARY ENTERPRISES

Statement of Changes in Fund Balances (Deficit)  
Year ended June 30, 2004

	Revenue and Operation and Maintenance	Unexpended Plant	Repair and Replacement Reserve	Bond and Interest Sinking Fund	Investment in Plant	Combined Total
Revenues and other additions:						
From operations and fees	\$ 13,382,175	\$ -	\$ -	\$ -	\$ -	\$ 13,382,175
Payments on behalf of the system	1,268,443	-	-	-	-	1,268,443
Investment income	11,427	-	(15,147)	74,444	-	70,724
Net increase in the fair market value of investments	-	-	-	(88,478)	-	(88,478)
Capitalized expenditures	-	-	-	-	1,484,849	1,484,849
Bond principal payments	-	-	-	-	1,105,422	1,105,422
Total revenues and other additions	<u>14,662,045</u>	<u>-</u>	<u>(15,147)</u>	<u>(14,034)</u>	<u>2,590,271</u>	<u>17,223,135</u>
Expenditures and other deductions:						
Operations	12,084,283	-	-	-	-	12,084,283
Bond principal payments	-	-	-	1,105,421	-	1,105,421
Interest expense	-	-	-	348,066	-	348,066
Accretion	-	-	-	-	82,755	82,755
Expenditures for plant facilities - capitalized	-	1,480,452	-	-	-	1,480,452
Expenditures for plant facilities - noncapitalized	-	427,953	162,818	-	-	590,771
Capital assets retired	-	-	-	-	65,446	65,446
Amortization of bond issuance cost	-	-	-	23,567	-	23,567
Total expenditures and other deductions	<u>12,084,283</u>	<u>1,908,405</u>	<u>162,818</u>	<u>1,477,054</u>	<u>148,201</u>	<u>15,780,761</u>
Transfers - Additions/(deductions):						
Mandatory transfers:						
Bond principal and interest	(1,621,179)	-	-	1,621,179	-	-
Repair and replacement reserve	(181,465)	-	181,465	-	-	-
From unexpended Carbondale	-	2,260,390	-	-	-	2,260,390
Nonmandatory transfers:						
Between units	(165,000)	-	-	-	-	(165,000)
Repair and replacement reserve	(297,745)	-	297,776	-	-	31
Bond principal utilized for capitalized and noncapitalized expenditures	-	-	-	-	(1,950,100)	(1,950,100)
Total transfers, net	<u>(2,265,389)</u>	<u>2,260,390</u>	<u>479,241</u>	<u>1,621,179</u>	<u>(1,950,100)</u>	<u>145,321</u>
Net increase for the year	312,373	351,985	301,276	130,091	491,970	1,587,695
Fund balance (deficit), July 1, 2003	<u>941,413</u>	<u>(976,564)</u>	<u>1,190,149</u>	<u>2,720,750</u>	<u>8,279,019</u>	<u>12,154,767</u>
Fund balance (deficit), June 30, 2004	<u>\$ 1,253,786</u>	<u>\$ (624,579)</u>	<u>\$ 1,491,425</u>	<u>\$ 2,850,841</u>	<u>\$ 8,770,989</u>	<u>\$ 13,742,462</u>

State of Illinois  
Southern Illinois University

ILLINOIS GRAPE AND WINE RESOURCES COUNCIL

Financial information - Grant No. 03-20201  
For the Project Period July 1, 2002 to June 30, 2004

**Cash Basis – Revenues & Expenditures**

Revenues	
State grant	\$ 500,000
Interest earned	<u>18,737</u>
Total revenues	<u>\$ 518,737</u>
Expenditures	
Salaries	\$ 169,660
Wages	1,944
Fringe benefits	44,737
Travel	7,752
Equipment	9,227
Commodities	48,635
Contractual services	216,226
Operation of auto	5,556
Indirect costs	<u>15,000</u>
Total expenditures	<u>\$ 518,737</u>

The Illinois Grape and Wine Resources Council (IGWRC) was formed by legislative amendment to the Illinois Promotion Act 90-77 by the General Assembly of the State of Illinois and signed by the Governor in 1997. The purpose of the IGWRC is to “provide support and growth services to the grape and wine industry in Illinois that include, but need not be limited to, advocacy, liaison, and promotion of grape growing and wine making; providing training, information and consultation to established and prospective grape growers and wine makers; conducting research pertinent to Illinois grape and wine industry needs in viticulture, enology and other areas deemed necessary; and developing and implementing marketing and promotional strategies for Illinois-vinted wines.”

State of Illinois  
Southern Illinois University

ILLINOIS GRAPE AND WINE RESOURCES COUNCIL - CONTINUED

Financial Information - Grant No. 03-20201  
For the Project Period July 1, 2002 to June 30, 2004

The Board of Trustees of Southern Illinois University, on behalf of the College of Agricultural Sciences at Southern Illinois University (SIU), and IGWRC are mutually interested in improvement and growth of the grape and wine industry in Illinois. SIU is the recipient of Illinois Department of Commerce and Economic Opportunity (DCEO) Grant No. 03-20201, to conduct the previously stated activities. The Council is located in SIU's College of Agricultural Sciences. IGWRC has a 17-member council, representing state agencies and universities by virtue of office; grape growers and wine makers; specialists in enology, viticulture, marketing, and legislative appointees.

Activities to date include providing consulting services to grape producers and wineries, conducting workshops on enology laboratory procedures, wine-judging and wine-label contests, establishing an enology laboratory at the University of Illinois, and establishing a research vineyard on the Carbondale campus of Southern Illinois University. Continuing events and activities include wine workshops, seminars and short courses for grape growers and wine makers in the State of Illinois, various marketing activities, and research on grape producing and wine making.

Interest earned on Grant No. 03-20201 was spendable and used for grant-related activities. For the two years ended June 30, 2004, interest earned totaled \$ 18,737.

IGWRC, as of June 30, 2004, had received four project grant awards, each for \$ 500,000, legislated from the State of Illinois through the Department of Commerce and Economic Opportunity. The special legislation was enacted for a period of five years. The fifth year of the legislated project grant funding was eliminated from the State's budget.

SIU's Interim Dean of the College of Agricultural Sciences (Dr. Robert D. Arthur) was the last Chairman of IGWRC, located at SIU College of Agricultural Sciences, Mailcode 4416, Carbondale, IL 62901, phone (618) 453-2469.



State of Illinois  
Southern Illinois University at Carbondale  
CALCULATION OF CURRENT EXCESS FUNDS  
Year ended June 30, 2004

	<u>Public Service</u>	<u>Traffic &amp; Parking</u>	<u>Academic Affairs</u>	<u>Clinical Support</u>	<u>Student Fees</u>	<u>Administration</u>	<u>Plant &amp; Service Operations</u>	<u>Nonin- dentured Housing</u>	<u>Funded Debt</u>
Current available funds:									
Add:									
Cash and cash equivalents	\$ 106,543	\$ 1,129,465	\$ 4,573,198	\$ 2,419,407	\$ 1,312,452	\$ 1,728,295	\$ (585,908)	\$ 254,268	\$ 9,556,206
Interfund receivables	<u>776,008</u>	<u>(691)</u>	<u>78,461</u>	<u>125,551</u>	<u>71,503</u>	<u>314,750</u>	<u>5,990,200</u>	<u>208,622</u>	<u>129,961</u>
Total current available funds (A)	<u>882,551</u>	<u>1,128,774</u>	<u>4,651,659</u>	<u>2,544,958</u>	<u>1,383,955</u>	<u>2,043,045</u>	<u>5,404,292</u>	<u>462,890</u>	<u>9,686,167</u>
Working capital allowances:									
Add:									
Highest month's expenditure	928,039	231,923	1,236,816	1,826,424	1,067,773	1,693,016	8,438,666	439,166	5,165,063
Encumbrances and current liabilities paid in lapse period	168,078	153,087	131,399	431,705	175,877	363,405	6,335,979	157,098	1,355,496
Refundable deposits/deferred revenue	330,882	-	380,672	40,937	759,668	-	55,200	101,396	1,815,333
Anticipated payout of accrued vacation and sick leave	<u>11,117</u>	<u>3,350</u>	<u>24,679</u>	<u>140,528</u>	<u>15,635</u>	<u>11,134</u>	<u>72,077</u>	<u>25,058</u>	<u>290,248</u>
Total working capital allowances (B)	<u>1,438,116</u>	<u>388,360</u>	<u>1,773,566</u>	<u>2,439,594</u>	<u>2,018,953</u>	<u>2,067,555</u>	<u>14,901,922</u>	<u>722,718</u>	<u>8,626,140</u>
Current excess funds (C) (deduct B from A)	(555,565)	740,414	2,878,093	105,364	(634,998)	(24,510)	(9,497,630)	(259,828)	1,060,027
Calculation of income fund remittance:									
An entity may offset excess capital or current funds within the entity. Enter the amount to be offset (D)	<u>-</u>	<u>(1,374,688)</u>	<u>(2,945,586)</u>	<u>(688,259)</u>	<u>(3,163,439)</u>	<u>-</u>	<u>(2,546,298)</u>	<u>(112,245)</u>	<u>(22,264,158)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, to the Income Fund	<u>\$ (555,565)</u>	<u>\$ (634,274)</u>	<u>\$ (67,493)</u>	<u>\$ (582,895)</u>	<u>\$ (3,798,437)</u>	<u>\$ (24,510)</u>	<u>\$ (12,043,928)</u>	<u>\$ (372,073)</u>	<u>\$ (21,204,131)</u>

State of Illinois  
Southern Illinois University at Edwardsville

CALCULATION OF CURRENT EXCESS FUNDS

Year ended June 30, 2004

	Academic Affairs <u>Activities</u>	Student Fees <u>Activities</u>	Administrative Services <u>Activities</u>	Funded <u>Debt</u>
Current available funds:				
Cash and cash equivalents	\$ 2,005,065	\$ 1,478,470	\$ (242,966)	\$ 3,512,661
Interfund receivables	<u>5,042</u>	<u>19,632</u>	<u>1,332,196</u>	<u>217,419</u>
Total current available funds (A)	<u>2,010,107</u>	<u>1,498,102</u>	<u>1,089,230</u>	<u>3,730,080</u>
Working capital allowances:				
Add:				
Highest month's expenditures	1,379,532	1,426,661	5,880,705	6,186,740
Encumbrances and current liabilities paid in lapse period	233,647	386,214	1,903,604	997,760
Deferred revenue	123,700	376,749	-	1,450,383
Refundable deposits	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,637</u>
Total working capital allowances (B)	<u>1,736,879</u>	<u>2,189,624</u>	<u>7,784,309</u>	<u>8,885,520</u>
Current excess funds (C) (deduct B from A)	273,228	(691,522)	(6,695,079)	(5,155,440)
Calculation of income fund remittance:				
An entity may offset excess capital or current funds within the entity				
Enter the amount to be offset (D)	<u>(1,043,558)</u>	<u>(39,614)</u>	<u>-</u>	<u>(8,568,487)</u>
Enter the algebraic sum of C and D and remit the amount due, if any, to the Income Fund	<u>\$ (770,330)</u>	<u>\$ (731,136)</u>	<u>\$ (6,695,079)</u>	<u>\$ (13,723,927)</u>

State of Illinois  
Southern Illinois University

REVENUE BOND FEE FINANCIAL STATEMENTS

Balance Sheet (unaudited)  
June 30, 2004

**ASSETS**

Cash	\$ 5,360
Accounts receivable, net	37,056
Due from other funds	<u>1,644</u>
Total assets	<u><u>\$ 44,060</u></u>

**LIABILITIES AND FUND BALANCE (DEFICIT)**

Deferred revenue	<u>\$ 110,544</u>
Total current liabilities	110,544
Fund balance (deficit)	<u>(66,484)</u>
Total liabilities and fund balance (deficit)	<u><u>\$ 44,060</u></u>

State of Illinois  
Southern Illinois University

REVENUE BOND FEE FINANCIAL STATEMENTS - CONTINUED

Statement of Current Funds Revenues, Expenditures and  
Other Changes (unaudited)  
Year ended June 30, 2004

Revenues (operating):	
Fees	\$ (15,682)
Investment income	<u>12,744</u>
Total revenues	<u>(2,938)</u>
Expenditures:	
Collection expense	6,480
Bad debt expense	<u>1,088</u>
Total expenditures	<u>7,568</u>
Net decrease in fund balance	(10,506)
Fund balance (deficit), July 1, 2003	<u>(55,978)</u>
Fund balance (deficit), June 30, 2004	<u><u>\$ (66,484)</u></u>

State of Illinois  
Southern Illinois University

ANALYSIS OF OPERATIONS

For the year ended June 30, 2004

**University Functions and Planning Program**

Southern Illinois University (SIU) is a comprehensive university with medical, dental, law, nursing and pharmacy schools, and with degree programs from the associate to the professional and doctoral levels. It primarily serves the citizens of Illinois, but its student population comes from all 50 states and many foreign countries. It is the only senior system of higher education serving the people of the southern half of the State of Illinois. It has two main campuses, Southern Illinois University Carbondale and Southern Illinois University Edwardsville. The University is headed by President James E. Walker.

SIU Carbondale offers a broad inventory of associate, baccalaureate, graduate and professional degrees, research programs and, according to University officials, its public service and continuing education components have been guided by its location in a region of small communities, farms and mines. SIU Edwardsville emphasizes a strong inventory of baccalaureate programs, with selective masters and professional degrees and research programs. The stated goals of the University are (1) to maintain the high quality of its programs of instruction, both undergraduate and graduate, research, and public service; (2) to monitor the development of, and additions to, these programs; and (3) to sustain, through these programs, its educational, research and public service contributions to the people of Southern Illinois, the State of Illinois, and the nation.

Each campus has established planning procedures for developing new and expanded programs and associated budget requests. The primary formal planning document is the Resource Allocation Management Plan (RAMP). After approval by the President and the SIU Board of Trustees, this Plan is transmitted to the Illinois Board of Higher Education (IBHE) for consideration and approval. The IBHE coordinates the Plan with the goals and objectives of other State universities, with the needs of Illinois citizens (as defined by the six goals of the so-called, Illinois Commitment), and with available resources. The Plan represents the formal long-term and short-term goals for the University. Included in the Plan are projections for academic programs, capital requests, and deferred maintenance, along with funding and employee requirements, which are based on general and specific University goals and objectives.

The IBHE has established an eight-year program review schedule whereby all academic programs are reviewed on a recurring cycle. Performance measures (i.e., number of graduates, credit hours generated, cost per credit hour and quality of instruction and research) are reviewed by the Office of Academic Affairs and internal and external consultants and specific recommendations for improvement, expansion or deletion of programs are made. Progress in implementing recommendations is monitored by the Office of Academic Affairs at both the campus and system levels and by the IBHE. The University believes the reviews result in effective evaluation, monitoring and progress changes that relate directly to stated goals and objectives.

State of Illinois  
Southern Illinois University

ANALYSIS OF OPERATIONS - CONTINUED

For the year ended June 30, 2004

**University Functions and Planning Program - continued**

The campuses have also developed an evaluation process whereby research and public service centers and institutes are reviewed on a recurring eight-year cycle. Other non-academic areas (i.e., student services) participate in either formalized five-year reviews utilizing internal and external consultants, or respond to specific IBHE-mandated "focus" topics which are part of IBHE's evaluation process.

The University has a budget and planning process that: (1) establishes University priorities and shifts resources to those priorities that advance the mission of the institution; (2) identifies resources to address unexpected expenses and emergencies to avoid major resource reallocations during the year; (3) builds a structure to identify resources for planned asset maintenance (facilities, equipment and professional development) since, if left unattended, all assets lose their value; and (4) enhances accountability over budget changes and resource use through a set of decision rules, ensuring appropriate level of review.

The process is designed to provide individual departments with greater autonomy in decision making, while at the same time increasing accountability and the measurement of performance and results.

SIU has an unequivocal commitment to excellence in teaching, scholarly creative activities, service and the achievement of these objectives within an affordable educational experience for all students.

SIU's priorities are:

- To improve teaching and learning and strengthen undergraduate, graduate and professional education, taking advantage of existing and emerging programmatic strengths and bridging school-to-work by increasing work-based learning experiences for its students.
- To enhance student success by involving all members of the University community in implementing an effective, targeted recruitment strategy and improving student retention, including the elimination of obstacles to timely degree completion.
- To strengthen its commitment to faculty and staff development as well as ensure a closer correlation of productivity, faculty and staff workload, and reward systems as defined by the role and mission of each program and administrative unit.

State of Illinois  
Southern Illinois University

ANALYSIS OF OPERATIONS - CONTINUED

For the year ended June 30, 2004

**University Functions and Planning Program - continued**

- To expand inter- and intra-campus collaboration to strengthen international education, degree programs, distributed learning, fundraising, and student and faculty research opportunities, and to streamline administrative processes. Resources resulting from such efficiencies shall be directed to the University's primary educational mission.
- To build public and private sector partnerships that address the state's needs and strengthen the University's leadership role in the region.

Achievement of these priorities requires the commitment and dedication of the entire University community.

Quarterly performance reports are made to the Board of Trustees, which assist in ensuring that appropriate consideration is given to significant budget changes and that financial performance is meeting budget goals. An annual report is also made to the Board which presents accomplishments related to the goals established for the fiscal year as well as overall financial results.

**Auditors' Assessment**

The planning program described above appears reasonable for Southern Illinois University for the year ended June 30, 2004.



# **Southern Illinois University Campus Locations**

**SIU Springfield ●**

**● SIU Edwardsville**

**● SIU Carbondale**



State of Illinois  
Southern Illinois University

ANALYSIS OF OPERATIONS - CONTINUED

(Dollars in Thousands)

**Trend Analysis of Compensated Absences (unaudited)**

	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Total covered payroll for the year ended June 30,	\$ 236,167	\$ 246,336	\$ 253,352	\$ 259,887	\$ 261,223	\$ 287,927	\$ 305,278	\$ 323,123	\$ 317,264	\$ 319,210
Annual percentage increase (decrease)	5.1%	4.3%	2.8%	2.6%	.5%	10.2%	6.0%	5.8%	-1.8%	0.6%
Accrued vacation at June 30,	\$ 20,911	\$ 21,737	\$ 22,172	\$ 22,477	\$ 23,569	\$ 24,371	\$ 25,767	\$ 27,105	\$ 27,239	\$ 26,696
Annual percentage increase (decrease) in accrued vacation	7.5%	4.0%	2.0%	1.4%	4.9%	3.4%	5.7%	5.2%	.5%	-2.0%
Accrued sick leave at June 30,	\$ 21,675	\$ 23,678	\$ 25,445	\$ 25,264	\$ 24,497	\$ 23,553	\$ 22,486	\$ 21,694	\$ 19,471	\$ 17,734
Annual percentage increase (decrease) in accrued sick leave	11.6%	9.2%	7.5%	-7%	-3.0%	-3.9%	-4.5%	-3.5%	-10.2%	-8.9%
Accrued vacation as a percentage of total covered payroll	8.9%	8.8%	8.8%	8.5%	9.0%	8.5%	8.4%	8.4%	8.6%	8.4%
Accrued sick leave as a percentage of total covered payroll	9.2%	9.6%	10.0%	9.7%	9.4%	8.2%	7.4%	6.7%	6.1%	5.6%
Combined accrued vacation and sick leave as a percentage of total covered payroll	18.1%	18.4%	18.8%	18.2%	18.4%	16.7%	15.8%	15.1%	14.7%	14.0%

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ANALYSIS OF OPERATIONS - CONTINUED

Year ended June 30, 2004

**Credit Hour Productivity (unaudited)**

	Credit Hours (1)	Staff Years (2)	Productivity (3)
Carbondale	476,208 hours	1,034 years	461 hours
Edwardsville	329,691 hours	579 years	569 hours

This information was obtained from the University's fiscal year 2004 credit hour productivity report that each public university in Illinois submits to IBHE. The University defines the above statistics as follows:

- (1) *Credit Hours* - The hours reported are those included in the IBHE annual cost study series and are only those supported by State appropriations. Credit hours generated by faculty and staff whose appointments are on non-state lines are not included in this report and neither are the staff years of appointment.
- (2) *Staff Years* - Staff years are defined as persons-months divided by 12. Included are those in the reporting category of instruction. As such, staff years recorded on staff statistical reports as Direct-Instruction, Indirect-Instruction, Department-Research, and a portion of Administration are included. Activities in Organized Research, Extension, and a portion of Administration are excluded.
- (3) *Productivity* - Productivity is the result of dividing the credit hours by staff years. The ratio is used by the IBHE as a measure of instructional load or faculty productivity. In the past it has been used by the IBHE as a basis of PIPS (Productivity Improvements in Personal Services) budget adjustments. It has also been used by the IBHE in evaluating any requests which are made for additional staff as part of the Resource Allocation Management Plan process.

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ANALYSIS OF OPERATIONS - CONTINUED

Year ended June 30, 2004

**Classroom Utilization Statistics** (unaudited)

<u>Periods of Scheduled Use</u>	Classroom Utilization			
	<u>Fall Term 2003</u>		<u>Fall Term 2002</u>	
	Carbondale	Edwardsville	Carbondale	Edwardsville
	(1)	(2)	(1)	(2)
Daytime - 8 a.m. to 5 p.m.	81%	80%	81%	80%
Evening - 5 p.m. to 10 p.m.	31%	77%	31%	85%

- (1) These percentages are based on space utilization of general classrooms controlled by the Admissions and Records Scheduling Office.
- (2) These percentages are based on a survey of general purpose classrooms only. Laboratories, studios, gymnasias, etc., are excluded.

**Emergency Purchases** (unaudited)

During the year ended June 30, 2004, the University paid \$ 187,294 for emergency purchases as follows:

• Hotel accommodations and catering for SIUC men's basketball team for participation in NCAA tournament	\$ 29,561
• New boilers in the Morris University Center that supplies the kitchen	32,141
• Anti-spam software due to increased spam attacks at SIUE	60,282
• Modernize freight elevator in Morris University Center	<u>81,637</u>
	<u>\$ 203,621</u>

During the year ended June 30, 2003, the University paid \$ 110,030 for emergency purchases.

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SERVICE EFFORTS AND ACCOMPLISHMENTS

June 30, 2004  
(Unaudited)

**Enrollment Statistics**

	<u>Fall Term 2003</u>			<u>Fall Term 2002</u>		
	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Full-time students	17,061	9,811	26,872	17,408	9,325	26,733
Part-time students	<u>4,326</u>	<u>3,484</u>	<u>7,810</u>	<u>4,465</u>	<u>3,383</u>	<u>7,848</u>
Total enrollment	<u>21,387</u>	<u>13,295</u>	<u>34,682</u>	<u>21,873</u>	<u>12,708</u>	<u>34,581</u>
Full-time equivalent	<u>17,600</u>	<u>10,604</u>	<u>28,204</u>	<u>17,910</u>	<u>10,124</u>	<u>28,034</u>

Source: SIUC's and SIUE's Office of Institutional Research and Studies.

Full-time equivalency includes all full-time students (15 credit hours and above for undergraduate students) and all part-time students on a prorata basis. That is, the total credits are divided by 12 to arrive at the full-time equivalent for graduate students, and by 15 to arrive at the full-time equivalent for undergraduate students.

**Student Cost Statistics**

The cost per student, presented below, was derived from a calculation based on the number of full-time equivalent students and the total operating expenses for the years ended June 30, 2004 and 2003:

	<u>2004</u>	<u>2003</u> (restated)
Total operating expenses	\$ 843,989,618	\$ 661,218,053
Full-time equivalent students	28,204	28,034
Cost per student	\$ 29,924	\$ 23,586

State of Illinois  
Southern Illinois University

SERVICE EFFORTS AND ACCOMPLISHMENTS - CONTINUED

June 30, 2004  
(Unaudited)

**Employment Statistics**

	Fall Term 2003			Fall Term 2002		
	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Faculty	1,499	854	2,353	1,513	837	2,350
Graduate assistants	1,518	469	1,987	1,527	476	2,003
Civil service	2,510	924	3,434	2,572	936	3,508
Administrative and Professional staff	<u>910</u>	<u>483</u>	<u>1,393</u>	<u>977</u>	<u>523</u>	<u>1,500</u>
Total employees	<u>6,437</u>	<u>2,730</u>	<u>9,167</u>	<u>6,589</u>	<u>2,772</u>	<u>9,361</u>

	Fall Term 2003			Fall Term 2002		
	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>	<u>Carbondale</u>	<u>Edwardsville</u>	<u>Total</u>
Full-Time Equivalents						
Graduate assistants	693	176	869	697	182	879
Faculty	<u>1,344</u>	<u>700</u>	<u>2,044</u>	<u>1,358</u>	<u>678</u>	<u>2,036</u>
Total	<u>2,037</u>	<u>876</u>	<u>2,913</u>	<u>2,055</u>	<u>860</u>	<u>2,915</u>

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TUITION AND FEE WAIVERS

Year ended June 30, 2004  
(Unaudited)

	<u>Number of Recipients</u>	<u>Value of Waivers (000)</u>
Fiscal Year 2004 Undergraduate Tuition and Fee Waivers:		
Carbondale	1,676	\$ 4,378.8
Edwardsville	<u>751</u>	<u>1,661.3</u>
Total	<u>2,427</u>	<u>6,040.1</u>
Fiscal Year 2004 Graduate Tuition and Fee Waivers:		
Carbondale	3,401	11,328.0
Edwardsville	<u>1,880</u>	<u>3,312.9</u>
Total	<u>5,281</u>	<u>14,640.9</u>
Grand total	<u><u>7,708</u></u>	<u><u>\$ 20,681.0</u></u>

Source: Statistics as reported by Southern Illinois University to the Illinois Board of Higher Education.

State of Illinois  
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TUITION AND FEE WAIVERS - CONTINUED

Year ended June 30, 2004  
(Unaudited)

	Undergraduate Tuition and Fees for Fiscal Year 2004					
	Carbondale Campus		Edwardsville Campus		Total	
	<u>Number of Recipients</u>	<u>Value of Waivers (000)</u>	<u>Number of Recipients</u>	<u>Value of Waivers (000)</u>	<u>Number of Recipients</u>	<u>Value of Waivers (000)</u>
Mandatory waivers:						
Teacher/Special Education	-	\$ -	17	\$ 69.2	17	\$ 69.2
General Assembly	83	247.9	46	112.7	129	360.6
ROTC	129	307.8	72	184.9	201	492.7
DCFS	15	36.6	-	-	15	36.6
Children of employees	293	1,072.6	129	190.1	422	1,262.7
Subtotal	520	1,664.9	264	556.9	784	2,221.8
Discretionary waivers:						
Faculty/Administrators (non-civil service)	21	19.9	15	24.0	36	43.9
Civil service	142	171.1	57	62.5	199	233.6
Interinstitutional/ related agencies	-	-	1	0.7	1	.7
Children of deceased employees	4	8.7	2	7.2	6	15.9
Gender equity in intercollegiate athletics	115	586.8	80	276.2	195	863.0
Athletic	157	739.0	106	256.2	263	995.2
Academic/Other talent	668	995.8	224	476.9	892	1,472.7
Foreign exchange students	32	151.1	-	-	32	151.1
Foreign students	6	18.0	-	-	6	18.0
Contract/Training Grants	3	16.5	-	-	3	16.5
Cooperating professionals	8	7.0	2	.7	10	7.7
Subtotal	1,156	2,713.9	487	1,104.4	1,643	3,818.3
Total	1,676	\$ 4,378.8	751	\$ 1,661.3	2,427	\$ 6,040.1

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TUITION AND FEE WAIVERS - CONTINUED

Year ended June 30, 2004  
(Unaudited)

Graduate Tuition and Fees for Fiscal Year 2004

	Carbondale Campus		Edwardsville Campus		Total	
	Number of <u>Recipients</u>	Value of Waivers (000)	Number of <u>Recipients</u>	Value of Waivers (000)	Number of <u>Recipients</u>	Value of Waivers (000)
Mandatory waivers:						
Teacher/Special Education	-	\$ -	3	\$ 5.0	3	\$ 5.0
General Assembly	35	269.3	9	103.8	44	373.1
ROTC	11	4.6	-	-	11	4.6
Subtotal	46	273.9	12	108.8	58	382.7
Discretionary waivers:						
Gender equity in intercollegiate athletics	1	1.6	-	-	1	1.6
Faculty/administrators (non-civil service)	203	298.6	54	66.7	257	365.3
Civil service	88	127.0	-	-	88	127.0
Interinstitutional/related agencies	-	-	7	12.6	7	12.6
Children of deceased employees	1	.2	2	1.8	3	2.0
Cooperating professionals	274	349.9	678	477.7	952	827.6
Academic/Other talent	126	301.4	1	4.3	127	305.7
Foreign students	19	29.8	-	-	19	29.8
Graduate assistants:						
Research	886	3,351.6	112	227.3	998	3,578.9
Teaching	1,057	4,283.0	173	500.4	1,230	4,783.4
Other assistants	311	1,109.7	486	1,692.4	797	2,802.1
Contract/Training Grants	146	257.8	322	149.2	468	407.0
Graduate minority	-	-	33	71.7	33	71.7
Institutional waivers	20	168.8	-	-	20	168.8
Other						
Fellowships	150	658.7	-	-	150	658.7
Out of state students	73	116.0	-	-	73	116.0
Subtotal	3,355	11,054.1	1,868	3,204.1	5,223	14,258.2
Total	3,401	\$ 11,328.0	1,880	\$ 3,312.9	5,281	\$ 14,640.9



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ILLINOIS FIRST PROGRAMS

For the year ended June 30, 2004  
(unaudited)

According to the information provided by the University, the following is a description of the Illinois First Programs involving the University:

<u>Project Number</u>	<u>Project Description</u>	<u>Award Amount</u>	<u>Expenditures</u>	Balances <u>Lapsed</u>	<u>Reappropriated</u>
0141-664-01-6600-0121	Digitalization infrastructure - Carbondale	\$ 30,801	\$ 30,801	\$ -	\$ -
0141-664-01-6600-0022	Digitalization infrastructure - Carbondale	126,634	126,038	596	596
0141-664-01-6600-0122	Digitalization infrastructure - Carbondale	<u>49,378</u>	<u>49,378</u>	<u>-</u>	<u>-</u>
		<u>\$ 206,813</u>	<u>\$ 206,217</u>	<u>\$ 596</u>	<u>\$ 596</u>